

22 December 2006

Centralised Company Announcements Office Australian Stock Exchange Limited 20 Bridge Street Sydney, NSW 2000

Dear Sir

ZGM002 – TENEMENT UPDATE

- EPM 15193 Avon Downs tenement has been granted during the IPO process.
- EMPA 15311 Red Rock Extended, which was applied for in November 2005, remains the only tenement yet to be granted.

As mentioned in the Prospectus, EPMA now EPM 15193, which is the most northern tenement in Zamia Gold's coherent 2,750 sq km tenement position includes the Hill 269 exploration target. The tenement was granted for five years.

Peter J BradfieldExecutive Chairman

For further information please contact (02) 8223 3777