Olympia Resources NL
ACN 077 221 722


PROSPECTUS

For the Offer of [ ] Shares at an Offer Price of $[ ] each payable in full upon application

Corporate Advisor
PricewaterhouseCoopers Securities Ltd

Underwriter
[ ]

This Prospectus is an important document and should be read in its entirety. You may wish to consult your professional advisor about its contents.
Olympia Resources NL
Harts Range Garnet Plant
Feasibility Study

25 May 2001
This document has been prepared by, and remains, the property of HBH Consultants. HBH submits the document to Olympia Resources NL solely for its use in evaluating the services HBH Consultants offers in connection with the particular task which is the subject of the proposal. This document is to be considered proprietary information which is the property of HBH Consultants.

Olympia Resources NL agrees by its acceptance and use of this document to return it if requested to do so by HBH Consultants, and not to reproduce, copy or otherwise reveal the contents, and not to use them in any manner other than that for which they were provided.

This proposal is valid until 31 July, 2001. Extensions of validity beyond this date are subject to written confirmation by HBH Consultants.

Costs quoted in this proposal do not include Goods and Services Tax. Invoices issued by HBH Consultants will be increased by 10%, the amount required by GST legislation.
INTRODUCTION

Olympia Resources NL ("Olympia") has a garnet mineral resource known as Harts Range, located in the Northern Territory. This resource provides part of the basis for a public share offering the company intends to undertake later in 2001. While the resource has been the subject of development studies in the past, Olympia wishes to conduct final studies of the project before deciding whether to proceed with its development. These studies will take place after the company raises the required funds through the public share offering.

HBH Consultants ("HBH") has been requested to estimate the cost of completing a technical feasibility study of the process plant and infrastructure requirements of the Harts Range development. This cost estimate will be included in the total planned expenditures of Olympia should its fund-raising be successful. This proposal document responds to Olympia's request.

SCOPE OF WORK

As understood

Olympia and HBH discussed the scope of the study required by Olympia at a meeting on Friday 18th May. Olympia subsequently provided HBH with considerable documentation of prior work on the Harts Range project, to assist in determining the extent of the work required. Olympia advised that it did not require a "bankable" feasibility study, but rather a study to set out a practical and cost-effective development plan, with capital and operating cost estimates to nominally ±15%. The study should include evaluation of process alternatives such as the Gekko Systems' Inline Pressure Jig, before the flowsheet is finalised.

In discussing the battery limits for HBH's study Olympia confirmed that Coffey Geosciences had been engaged by Olympia and would be responsible for borefield development. Suitable and sufficient water had been located in the vicinity of the resource, and HBH should assume that water is supplied to the plant boundary. Similarly, mine planning and delivery of ore to the plant would be the responsibility of others; HBH's study should commence with ore receival.

All process and infrastructure requirements of the project must be defined as part of the HBH study. This includes ore handling, stockpiling, process plant, product packing, product storage and product load-out to transport. The infrastructure required at the site, which is remote from Alice Springs, includes power supply, potable water supply, accommodation, waste water treatment, workshop, warehouse, first aid facilities, communications, site roads, fencing, security and the like.

In broad terms, should the final study of the project proceed, HBH will determine the process design, scope out process facilities and necessary infrastructure, determine capital and operating costs, develop an implementation schedule, and write a project execution plan. HBH's work will be documented in a report and accompanied by drawings, schedules and related information, in a form readily consolidated by Olympia into an overall project study report.

Other aspects of a full feasibility study will be arranged or completed by Olympia.
These include:

- Environmental impact studies, and obtaining the approval of Northern Territory authorities
- Relationships with local people
- Geotechnical consultancy with Coffey Geosciences, as discussed above (except that Olympia may choose to ask HBH to subcontract with Coffey for convenience)
- Financial and economic analysis; HBH's involvement in project financial modelling will be limited to providing capital and operating cost estimates
- Geological exploration, sampling, and resource / reserve assessment
- Metallurgical evaluation of the ore (if this is required, HBH can supervise such work on behalf of Olympia)
- Market assessment and sales contracts

2.2 Our approach

HBH has a structured view of studies, and what can be achieved from the work involved, particularly in terms of the order of accuracy of the cost estimates which result. Our corporate policy is set out in the following table. Olympia has requested ±15% accuracy on cost estimates; the table indicates the basis of such an estimate.

To achieve the degree of accuracy sought, HBH will have to complete the engineering deliverables summarised in the table. The study cost estimate is based on this premise.