



ACCLAIM EXPLORATION N.L.

ABN 99 009 076 233

Quarterly Activities Report For the period to 31 March 2007

Denny Dalton

During the quarter the Company proceeded the second phase drilling program, running a diamond drilling and reverse circulation (RC) drilling program in parallel.

The initial diamond drilling worked started on the 8th of November 2006. RC drilling commenced on the 6th of December 2006. Drilling continued into the third quarter with both drilling teams breaking for holidays over the Christmas, New Year period.

The programme, planned to test approximately 1000 meters of RC drilling comprised a tightly spaced drilling distance to determine the spread of mineralization outward from the holes that intersected grade on the first phase diamond drilling. Samples submitted to SGS Lakefield for analysis will determine the most appropriate form of drilling on subsequent drilling programs.

Diamond drilling core samples have been collated and sent to the lab for analysis. The company is still awaiting results, which have been delayed due to backlog of work within the lab.

Assay results continue to come in slowly to the Company's South African consultant, Caracle Creek International Consulting (CCIC). SGS Lakefield has advised CCIC that the continued unacceptable delay in processing is as a result of problems with their machines as they upgrade their facilities and, as a result, are now experiencing an extremely heavy backlog with all samples. SGS Lakefield have given CCIC an assurance that they are doing their utmost to clear the backlog and process the company's samples as soon as possible. There are a total of 619 half core assay results still outstanding from the laboratory (not including blanks and standards results) with samples from the last 4 holes still to be submitted. With the second phase of drilling scheduled to be completed by the end of April 2007 it is expected for those final results to be forthcoming and sent to CCIC for inclusion in their report anticipated during May 2007.

Previously completed exploration on Tusschenby by Mabex Consulting Geologist (MCG) estimated an inferred mineral resource on the farms of 31.5 million tonnes. The inferred tonnage was estimated based on the exploration undertaken by MCG, the position of "known" payshoot trends noted by Southern Sphere, and the knowledge of the mineralisation and the project area by the director of MCG. Based on this MCG estimated the following JORC resources as listed in the following Table.

Table : Resources as calculated by Mabex Consulting Geologists.

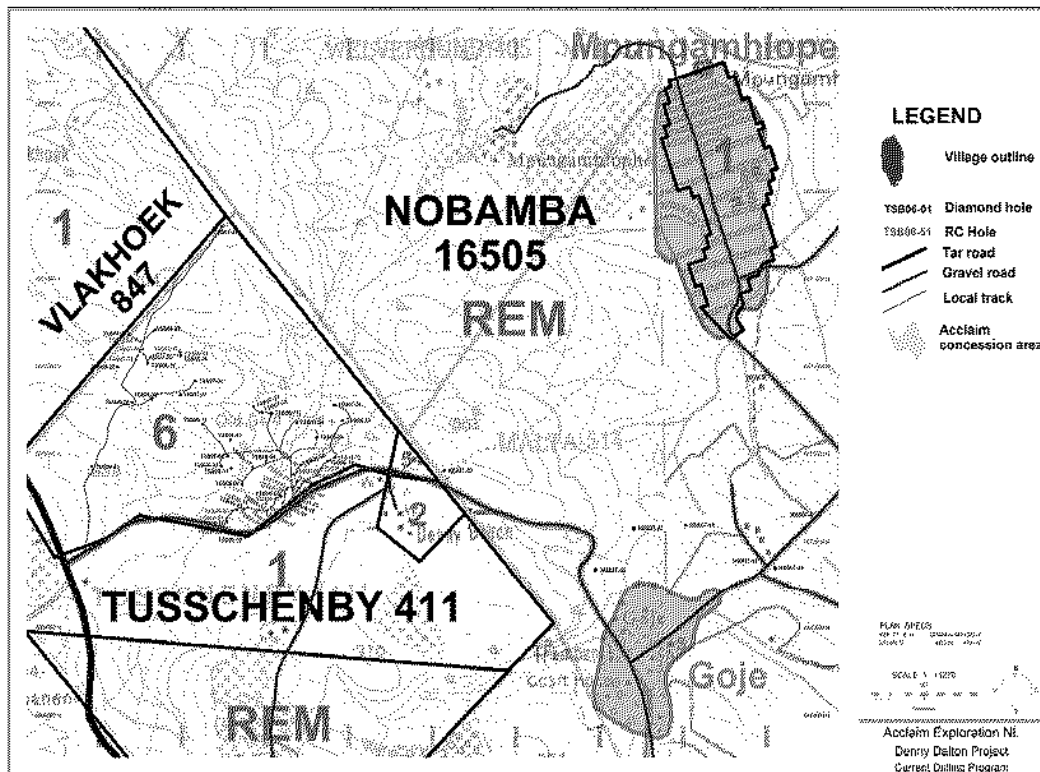
	Tonnage	Grade (kg/t)	Width (m)	U₃O₈(t)
Inferred	31,500,000	0.35	1.0	11,025
	Tonnage	Grade (g/t)	Width (m)	Au (Moz)
Inferred	31,500,000	2.5	1.0	2.5

During the quarter, the Company received confirmation from the Republic of South Africa Department of Minerals and Energy (DME) that its application for the conversion from Old Order Prospecting Rights to New Order Prospecting Rights on the Nobamba Farm had been granted.

The granting of this conversion allows the Company to achieve its objective of further drilling on the Denny Dalton project area to increase the level of confidence in the resource.

As a result, a total of 8 diamond drill holes have been drilled within the Nobamba concession, along the strike of White Umfolozi Inlier and by the end of the month this should be 10 or more.

(See map below)



The farm Tusschenby 411, with Nobamba lying adjacent, is located in northern rural KwaZulu Natal some ± 70 km south-east of the town of Vryheid near the southern end of the known limits of the 3.1 – 2.9 billion year old Pongola Basin within the White Umfolozi Inlier. The target on the Property is the Mozaan Contact Reef of the Mozaan Group – a 3-4.5m thick conglomerate formation lying unconformably on the underlying Nsuzi Formation with only the bottom 45 to 90cm of this pyritic conglomerate yielding anomalous erratic gold and uranium mineralisation. This unit was intermittently mined by the Denny Dalton Gold Mine from 1893 to 1926. The dip of the geology varies between 9° and 11° .

Denny Dalton is situated at the southern most end of a major Precambrian basin in which deep erosion has stripped away the cover rocks and exposed the units of the Pongola Super Group. This Pongola basin is compatible in size with the Witwatersrand but about 300 million years older. The Pongola rocks are estimated to be 3.1–2.9 billion years compared with the Witwatersrand which spans 2.75 – 2.5 billion years. Mineralisation at Denny Dalton occurs as shoots of gold and uranium concentrations within conglomerate beds at the base of the Mozaan Group. These conglomeritic beds outcrop over a strike area of approximately 4km

with the Mozaan Contact Reef the principal economic horizon lying unconformably on the Insuzi Lava Formation. Previous stratigraphy above the MCR, have shown to have economic potential both for gold and uranium.

CORPORATE

On 22 February 2007 Acclaim announced that it had entered into an agreement to purchase the rights to a 25% interest in the mineral lease applications and mineral claim applications in respect of areas RO1292 (Amadeus Basin – Angela and Pamela Uranium Prospects) and adjoining area RO1103 (Alice Springs Region) in the Northern Territory. The mineral lease and mineral claim applications are contingent on the outcome of litigation in the Northern Territory.

On 27th of February 2007, Justice Riley in the Supreme Court of the Northern Territory handed down his decision and made orders that:

1. appeals and applications for relief relating to the land formerly contained in RO1292 be dismissed; and
2. the plaintiff was entitled to have its application for mineral lease over the land formerly contained in RO1103 received and processed in accordance with the law.

The company understands that the vendors intend to appeal the decision, however, following a review of the Company's position in respect to the tenement applications, the company decided to withdraw from the proposed acquisition.

Investments

During the quarter the Company's investments continued to perform strongly with the fair value of investments available for sale increasing by \$2.4 million to a total value of \$8.8 million.

The company is continuing to review a number of other opportunities and potential tenement acquisitions.

Yours faithfully

Neville Bassett
Company Secretary

The information in this report that relates to exploration, mineral resources or mineral reserves is based on information compiled by Mr Brian Thomas who is a member of the Australasian Institute of Mining and Metallurgy who has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Brian Thomas is the Principal of B D Thomas & Associates, a consultant to the company and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.