

Gold Exploration commences at Hedland Project

Shaw River Resources ("Shaw River") is pleased to announce the commencement of its on-ground exploration program for 2008 at its Hedland project (100% Shaw River), located 50km east of Port Hedland on the prominent intersection of the gold and base metal mineralized, Tabbata Tabbata and Mallina Shear Zones. Shaw River has this week commenced follow-up work to its excellent gold drilling results achieved at Hedland in 2007.

A large programme of surface sampling is currently under way over the entire area. Orientation surveys have shown the method is able to indentify the underlying mineralized zone and it is expected to produce more high quality drill targets. RC drilling will recommence in March 2008, testing new targets as well as strike and depth extensions at Transformer where the company reported new discoveries in the December quarter of 2007 (see Figure).

"Drilling to date has produced a number of gold intercepts over a 3.7 km long trend, indicating a mineralised system with scale and that increases our chances of finding something economically significant." commented Vincent Algar, Shaw River's Managing Director.

Background Information

- First pass RC drilling at the Hunky Dory and Transformer anomalies identified gold mineralisation: Best results included:
 - **9m at 1.8g/t gold from 77m including 2m at 5.76 g/t gold from 83m and 2m at 1.5g/t gold from 77m in STRC026 at Transformer**
 - **1m at 2.2 g/t gold from 101m in STRC017at Hunky Dory**
- Shaw River previously released gold assays from the first RC holes drilled at Hedland. Best results from the Screamer anomaly included:
 - **1m at 6.65 g/t gold from 36m in STRC013**
 - **2m at 1.15 g/t gold from 47m in STRC006**
 - **8m at 0.69 g/t gold from 130m including 3m @ 1.54g/t gold from 133m in STRC012**
- The Hedland Project occupies a unique position due to the intersection of two major crustal shear zones.
- The gold intersections occur over 3.7km of strike at this stage.
- Extensive exploration drilling is planned for the project in 2008.

For further details, contact Mr Vincent Algar, Managing Director, on (08) 9226 4455

