

Completion of First Drill Program

- Inaugural drill program complete less than 2 months after listing on ASX.
- 727m of RC drilling completed on two high priority gold prospects.
- Assay results are expected in early March 2007.

Shaw River Resources has completed its first drill program less than 2 months after listing on ASX. The drilling was a short RC program targeted specifically at mineralisation intersected by Atlas Iron in 2005. The drilling targeted strike and depth extensions of two prospects. The work also aims to improve the company's understanding of the local geology, assisting it to make further more significant discoveries.

The company completed 428 metres of RC drilling in five drillholes at the Graeme prospect. Previous intersections included;

- 4 metres at 5.94g/t Gold from 26 metres and (incl.)
- 3 metres at 7.61g/t Gold from 27 metres in DHRC0230 .

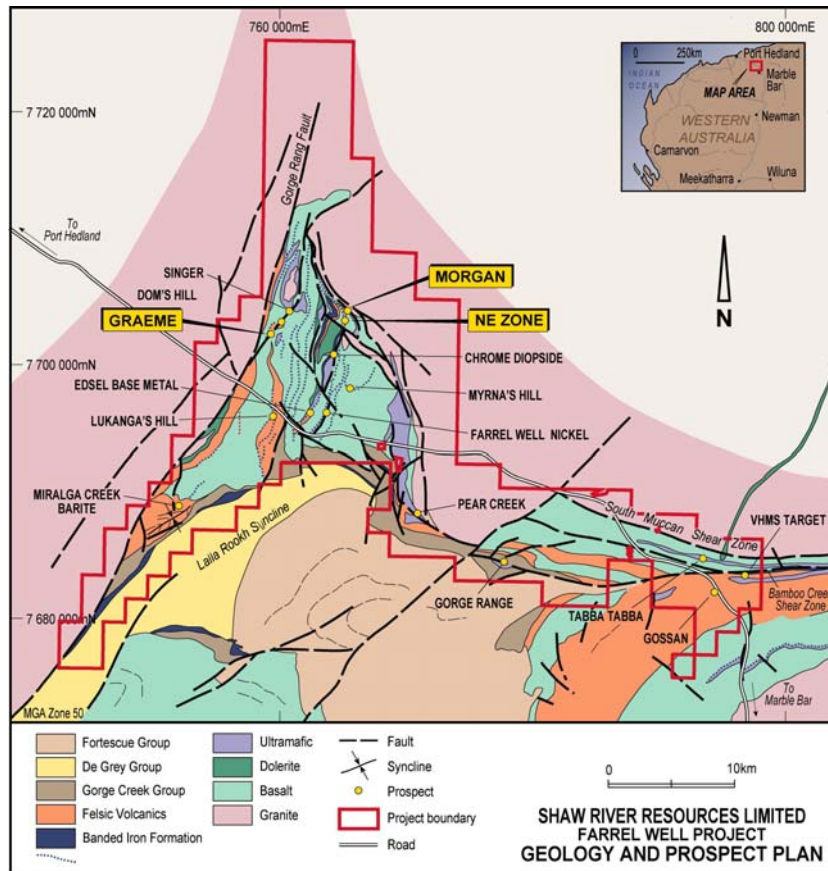
At the NE Zone prospect, a total of 299 metres of RC drilling in four drillholes targeted down dip and strike extensions of the known mineralisation trend which had previous intersections of;

- 1 metre at 4.03g/t Au from 23 metres in NERB019
- 1 metre at 1.08g/t Au from 26 metres in NERB020
- 2 metres at 2.12g/t Au from 32 metres in NERB021.

Samples have been submitted to the assay laboratory and results are expected in early March 2007.

Shaw River has sourced an exploration team, established a field base and completed it's first drilling campaign at Farrel Well, south of Port Hedland in the Pilbara of Western Australia.

"The completion of this first program in less than 2 months after listing, is a key milestone and is in keeping with our company philosophy of action" commented Shaw River's Managing Director, Vincent Algar. "It has readied us to tackle the excellent targets that Atlas developed during their time at Farrel Well" he added



Farrel Well Detailed Prospect Location Plan

Future Programs

In addition to its potential for gold, the Farrel Well Project geology is considered to be prospective for VHMS base metal deposits similar to those currently under development at Sulphur Springs (CBH Resources Limited) to the south west of Farrel Well.

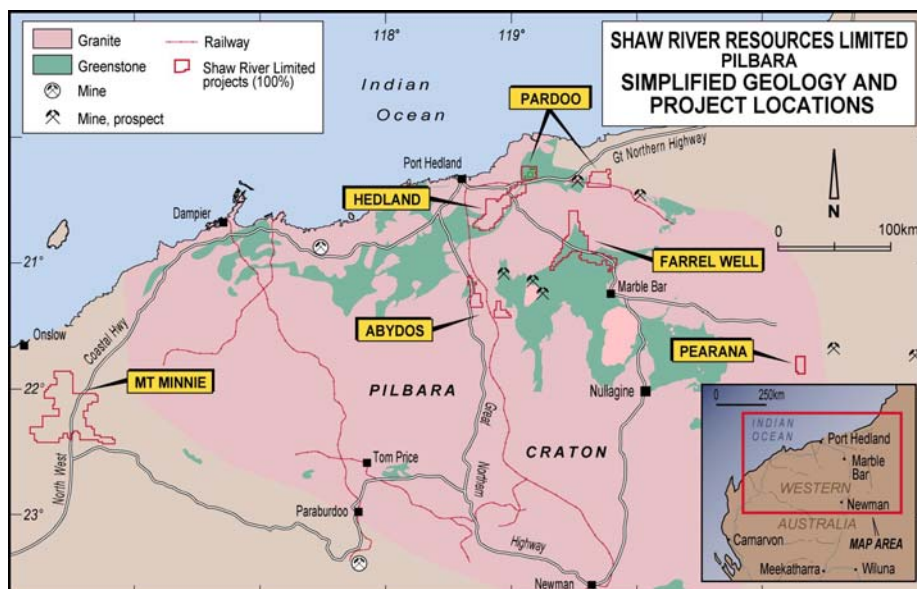
VTEM is considered an effective exploration tool in defining these deposits in terrain similar to that at Farrel Well. A survey is planned for the Farrel Well area in May 2007 to assist in generating additional base metal specific targets.

Follow up drilling on the gold targets as well as drilling on other high priority base metals, nickel and gold targets are booked for May, June and July 2007.

Background on Shaw River

Shaw River listed on ASX on 22 December 2006 and has over \$5.0million in cash available for exploration activities. Shaw River plans to systematically explore its portfolio of tenements in the Pilbara which are prospective for gold and base metal and uranium targets. Exploration will have a major drilling component in an effort to fast track exploration success and potential mine development.

Shaw River holds tenements and mineral rights in tenements which together total some 4975 square kilometres in the Pilbara. The land package is prospective for nickel, zinc, copper and gold and uranium. The Consulting Geologist in Shaw River's Prospectus highlighted potential for shear zone hosted gold and ultramafic hosted nickel sulphides, base metal VHMS (Volcanogenic Hosted Massive Sulphide) Zn-Pb-Ag-Au, as well as sandstone hosted roll front hosted Uranium and IOCG (Iron Oxide Copper Gold). The understanding of these styles of mineralisation is responsible for a renewed wave of exploration success and mine developments across the Pilbara.



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

The information in this report to which this statement is attached that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Vincent Algar who is a Member of the Australasian Institute of Mining and Metallurgy. Vincent Algar is a full-time employees of the Company. Vincent Algar 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'. Vincent Algar consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.