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Hedland Gold Drilling Follow up Begins

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Projects

HEDLAND
East Pilbara
gold, zinc-silver
MT MINNIE
Ashburton
gold, uranium, manganese,
zinc-lead-copper-silver
FARREL WELL
East Pilbara
gold, nickel, zinc-lead-
copper-silver

ABYDOS
Central Pilbara
gold, tin, tantalum, nickel,
copper-zinc
PARDOO/GOLDSWORTHY
East Pilbara
gold, zinc-copper, nickel
PEARANA
Far East Pilbara
copper, gold



Wide Gold Zone identified at Hedland. Follow up Drilling Begins

- Shaw River Resources has commenced drilling to follow up gold targets at its Hedland Project, 50km from Port Hedland. An Aircore drilling program will test a number of encouraging wide gold targets located on the prominent Mallina Shear Zone.
- Encouraging drilling results received from shallow RAB drillholes over a 300m width, encountered elevated gold with 20 adjacent anomalous gold intersections >0.1 g/t Au (see Table 1).
- Follow up sampling has identified that the intense gold anomalism occurs in bedrock in the last few metres of the shallow drillholes. This offers real encouragement that deeper drilling which, began on August 5 2008, will more fully test these highly anomalous gold zones at depth.
- Shaw River has begun drill testing the immediate area at the Mallina Shear Zone.

"These new shallow gold results on the intersection of major geological structures at the Hedland Project encourages us to press on to define a significant new gold discovery" commented Vincent Algar, Shaw River's Managing Director

300m Wide Zone of Gold Anomalism

Drill testing of a gold in soil anomaly on the Mallina Shear Zone intersected a 300 metre wide zone of highly anomalous gold in 40 adjacent drillholes, 20 of which returned end of hole values >0.1 g/t Au.

Re-sampling (1m samples) returned significant results as listed below in Table 1. The program appears to have intersected a very wide zone of anomalous gold, and has only intersected bedrock in most cases in the last 1-2m of the drillhole.

Follow up deeper drilling is underway to test this significant anomalism where all holes in Table 1 ended in mineralisation.

Geological logging of the bottom of hole bedrock samples indicates mineralization is associated with strong silicification and quartz veining within granites and greenstone units, and is considered as highly encouraging for further exploration to discover an economic gold deposit under shallow transported cover.

Hole ID	Depth	East	North	Dip	Azimuth	From	To	Au
STRB344	16	714470	7742500	-50	90	14	16	2m @ 0.12 g/t Au
STRB345	16	714460	7742500	-50	90	13	15	2m @ 0.34 g/t Au
STRB346	16	714450	7742500	-50	90	14	16	2m @ 0.18 g/t Au
STRB347	16	714440	7742500	-50	90	14	16	2m @ 0.20 g/t Au
STRB349	16	714420	7742500	-50	90	14	16	2m @ 0.16 g/t Au
STRB350	16	714410	7742500	-50	90	14	16	2m @ 0.25 g/t Au
STRB351	16	714400	7742500	-50	90	14	16	2m @ 0.14 g/t Au
STRB352	16	714390	7742500	-50	90	14	16	2m @ 0.23 g/t Au
STRB353	16	714380	7742500	-50	90	13	15	2m @ 0.13 g/t Au
STRB354	16	714370	7742500	-50	90	13	16	3m @ 0.21 g/t Au
STRB358	16	714330	7742500	-50	90	14	15	1m @ 0.10 g/t Au
STRB362	16	714290	7742500	-50	90	14	16	2m @ 0.26 g/t Au
STRB363	16	714280	7742500	-50	90	14	16	2m @ 0.26 g/t Au
STRB364	16	714270	7742500	-50	90	14	16	2m @ 0.26 g/t Au
STRB365	16	714260	7742500	-50	90	14	16	2m @ 0.20 g/t Au
STRB366	16	714250	7742500	-50	90	13	16	3m @ 0.25 g/t Au
STRB367	16	714240	7742500	-50	90	14	16	2m @ 0.20 g/t Au
STRB368	16	714230	7742500	-50	90	13	16	3m @ 0.12 g/t Au
STRB371	16	714200	7742500	-50	90	13	16	3m @ 0.37 g/t Au
STRB374	16	714000	7742500	-50	90	15	16	1m @ 0.20 g/t Au

Table 1. Significant Intersections RAB drilling program, Mallina Shear Zone. Sample digest Aqua Regia. Analysis by ICP. Cutoff 0.1g/t Au

In addition, new soil sampling results have identified an untested large (>3km) gold anomaly (with co-incident Pb) located immediately to the west of the anomalous gold RAB drilling a. A further five gold targets remain untested under shallow cover (<20m) in the northern half of the project area and will be drill tested in August-September 2008.

Drilling Results

Drilling recently completed by Shaw River included 1,059 m of RC (13 holes) and 7,756m (444 holes) of RAB drilling over a 9km strike length of the at its Hedland Project, where it tested a series of gold and base metal soil MMI anomalies on the Tappa Tappa Greenstone belt as well as anomalies close to and on the projected Tappa Tappa and Mallina Shear Zone intersection position.(see Figure)

The 2008 RAB drilling produced several anomalous results over strike extensions of the Tappa Tappa shear zone. Intersections over 0.1 g/t from the recent program on the shear are shown in Table 2.

Hole ID	Depth	East	North	Dip	Azimuth	From	To	Au
STRB005	32	713040	7738000	-50	90	12	16	4m @ 0.16g/t Au
STRB006	32	713020	7738000	-50	90	8	12	4m @ 0.25g/t Au
STRB008	32	712960	7738000	-50	90	16	20	4m @ 1.15 g/t Au
STRB009	32	712940	7738000	-50	90	4	32	28m @ 0.11g/t Au
STRB028	16	712610	7738000	-50	90	8	12	4m @ 0.15 g/t Au
STRB088	16	712240	7736250	-50	90	9	16	7m @ 0.23g/t Au
STRB037	29	712540	7737000	-50	90	24	25	1m @ 0.8g/t Au
STRB119	16	711720	7736000	-50	90	7	8	1m @ 0.28 g/t Au
STRB133	32	711400	7736000	-50	90	5	6	1m @ 0.89 g/t Au
STRB235	16	712950	7738500	-50	90	13	14	1m @ 0.24 g/t Au
STRB236	13	712940	7738500	-50	90	10	11	1m @ 0.17 g/t Au
STRC061	100	712000	7736250	-60	90	46	47	1m@0.63 g/t Au
STRC061	100	712000	7736250	-60	90	83	87	4m@0.36 g/t Au

Table 2. Significant Intersections RAB drilling program Tabba Tabba Shear Zone. Sample digest Aqua Regia. Analysis by ICP. Cutoff 0.1g/t Au

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 Glenn Martin who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Glenn Martin is a full-time employees of the company and 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 Glenn Martin consents to the inclusion in the report of the matters based on their information in the form and context in which it appears

