

SHAW RIVER RESOURCES LIMITED

Successful First Pass Manganese Drilling at Baramine

Shaw River Resources Limited ("Shaw River", "SRR", "Company") has discovered extensive manganese ("Mn") mineralisation in its first drill program at the Baramine Project. The program tested 4 areas, identifying wide zones of strong manganese dissolution and mineralisation in each. The Mn intersections range from 15% Mn to 38.7% Mn in 16 of the 61 holes drilled, over ~14km of prospective geology. Better results include:

- 9m @ 16.8% Mn from surface incl. 3m @ 32.6% Mn and 1m @ 38.7% Mn from 3m
- 5m @ 24.1% Mn from surface
- 3m @ 20.2% Mn from 32m
- 4m @ 19.8% Mn incl. 2m @ 21% Mn from surface

The Company will undertake detailed mapping and geophysics on a number of key areas over the coming few months to refine drill targets for follow up drilling in mid September.

Results a Vector to Higher Grade Material

The mineralisation intersected to date may be part of large mineralised halos around smaller but higher grade manganese pods, which are often structurally controlled. Such pods are seen at the nearby Woodie Woodie deposit, ~ 80km to the south. Shaw River intends to use these recent results, combined with additional mapping and geophysics, to explore for these higher grade pods.

Mineralisation Likely to be Upgradeable

Whilst most of the intersections are not high enough grade to be direct shipping quality, the Company believes that the 10% - 20% Mn mineralisation may be amenable to beneficiation using gravity or heavy-media processes, so as to generate a +40% Mn high quality saleable product. The mineralisation intersected to date also has very low levels of impurities (S, P, Ba, Pb, Al₂O₃), enhancing the potential for a high quality product. The Company plans to undertake the necessary beneficiation testwork in July-August 2009.

Results Highlight Potential

We see these first pass results as very encouraging as the manganese has been identified over a large area, indicating that the mineralised system is substantial. The mineralisation identified to date may be a good feed stock for the generation of a +40% saleable product. In addition, the results may point the way to higher grade manganese akin to Woodie Woodie's +30% high grade ore.

The recent drill program was only the first pass on this large area. Given the large scale of the mineralisation, the project will require significant follow up drilling to infill on what has been identified, as well as to explore for higher grade pods. We see good potential for the Company to identify significant economic manganese mineralisation over time and rate Shaw River Resources Limited as a **Speculative Buy**.

26 Jun 2009

Share Price (last): \$0.220

Brief Business Description:

Diversified Junior Explorer

Hartleys Brief Investment Conclusion

Promising high grade manganese targets in the Pilbara

Issued Capital:	164.0m
- fully diluted	179.3m
Market Cap:	\$36.1m
- fully diluted	\$39.4m
Cash (25 Jun 2009)	\$3.5m
EV	\$32.6m

Main Projects

Barramine (WA)	Mn
701 Mile (WA)	Mn
Mt Minnie (WA)	Mn, Cu, Au

Board & Management

Tony Walsh (Chairman and Co. Sec.)

Vincent Algar (MD)

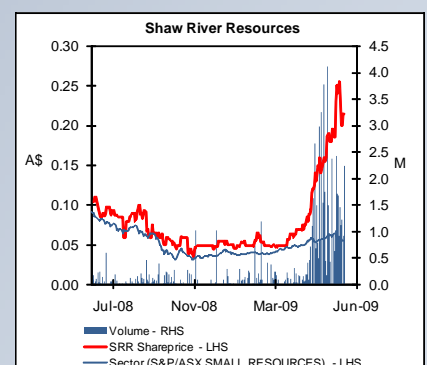
Ken Brinsden (Non-Exec. Dir.)

Glenn Martin (Expl. Manager)

Major Shareholders:

Atlas Iron Limited	37.5%
OM Holdings Limited	5.4%

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Hartleys has provided corporate advice within the past 12 months and continues to provide corporate advice to Shaw River Resources Limited. See back page for full disclosure.

HARTLEYS RESEARCH COVERAGE LIST

Hartleys Research Coverage					Hartleys Research	
Name	Ticker	Last Price*	M. CAP (A\$m)	EV (A\$m)	Recommendation	Industry
Oil & Gas						
1. Woodside Petroleum Ltd	WPL	41.80	29,200	32,097	Buy	Major
2. Eastern Star Gas Ltd	ESG	0.790	645	566	Buy	Producer / Explorer
3. Carnarvon Petroleum Ltd	CVN	0.855	584	517	Buy	Producer / Explorer
4. Nexus Energy Ltd	NXS	0.375	242	399	Speculative Buy	Developer / Explorer
5. Tap Oil Ltd	TAP	1.11	174	120	Buy	Producer / Explorer
6. Cooper Energy Ltd	COE	0.465	136	42	Speculative Buy	Producer / Explorer
7. Red Fork Energy Ltd	RFE	0.930	84	76	Buy	Explorer / Producer
8. Amadeus Energy Ltd	AMU	0.350	69	135	Buy	Producer / Explorer
9. Strike Oil Ltd	STX	0.190	62	56	Speculative Buy	Explorer / Producer
10. First Australian Resources Ltd	FAR	0.070	40	27	Speculative Buy	Explorer / Producer
11. Oilex Ltd	OEX	0.160	28	13	Speculative Buy	Explorer / Producer
12. Sun Resources NL	SUR	0.076	26	17	Speculative Buy	Explorer / Producer
13. European Gas Ltd	EPG	0.120	24	88	Speculative Buy	Producer / Explorer
14. Adelphi Energy Ltd	ADI	0.066	10	2	Speculative Buy	Junior
Sub-Total			31,324	34,155		
Resources						
1. Riversdale Mining Limited	RIV	5.25	989	663	Speculative Buy	Coal
2. Western Areas NL	WSA	5.28	888	1,022	Buy	Nickel
3. Andean Resource Ltd	AND	1.77	717	688	Speculative Buy	Gold Developer
4. Atlas Iron Limited	AGO	1.69	652	602	Buy	Iron Ore
5. Dominion Mining Limited	DOM	4.55	468	517	Speculative Buy	Gold
6. Medusa Mining Limited	MML	2.11	352	324	Buy	Gold
7. Gold One International Limited	GDO	0.365	250	167	Buy	Gold
8. Jabiru Metals Limited	JML	0.265	145	126	Buy	Zinc-Copper
9. Intrepid Mines Limited	IAU	0.320	137	115	Speculative Buy	Gold
10. Magma Metals Limited	MVB	0.460	75	55	Speculative Buy	PGM-Cu-Ni
11. Emmerson Resources Limited	ERM	0.165	34	22	Speculative Buy	Junior Explorer
12. Peninsula Minerals Ltd	PEN	0.030	33	19	Speculative Buy	Uranium Developer / Explorer
13. Ausquest Limited	AQD	0.140	32	2	Speculative Buy	Junior Explorer
14. Shaw River Resources Limited	SRR	0.215	28	25	Speculative Buy	Junior Explorer
15. Southern Gold Limited	SAU	0.105	13	11	Speculative Buy	Junior Explorer
16. Hazelwood Resources Ltd	HAZ	0.100	10	10	Speculative Buy	Junior Explorer
Sub-Total			4,822	4,367		
Industrials						
1. Monadelphous Group Limited	MND	11.05	925	795	Neutral	Mining Services
2. West Australia News Hdgs Ltd	WAN	4.33	891	1,209	Buy	Media
3. Austal Limited	ASB	2.57	483	389	Speculative Buy	Capital Goods
4. Clough Limited	CLO	0.720	481	527	No Rating	Oil & Gas Services
5. Mermaid Marine Australia Ltd	MRM	1.81	329	381	Buy	Oil & Gas Services
6. Fleetwood Corporation	FWD	5.85	295	306	Buy	Consumer & Mining Services
7. Macmahon Holdings Limited	MAH	0.355	261	293	Speculative Buy	Mining & Civil Construction
8. NRW Holdings Ltd	NWH	0.900	218	271	Buy	Mining & Civil Construction
9. Ausdrill Limited	ASL	0.905	158	326	Buy	Mining Services
10. Neptune Marine Ltd	NMS	0.540	158	146	Speculative Buy	Marine Services
11. Imdex Ltd	IMD	0.585	110	138	Buy	Oil & Gas / Mining Services
12. Cash Converters Ltd	CCV	0.450	108	111	Buy	Retail & Consumer Finance
13. Southern Cross Electrical	SXE	0.900	108	84	Buy	Mining & Civil Construction
14. GRD Limited	GRD	0.475	91	126	Buy	Mining & Civil Services
15. RCR Tomlinson Ltd	RCR	0.570	70	122	Speculative Buy	Mining & Industrial Services
16. Decmil Group Limited	DCG	0.595	69	65	Buy	Mining & Civil Construction
17. Nomad Building Solutions Ltd	NOD	0.480	65	91	Speculative Buy	Residential & Mining Services
18. Swick Mining Services Ltd	SWK	0.420	64	118	Speculative Buy	Mining Services
19. Lycopodium Limited	LYL	1.45	55	51	Neutral	Mining & Industrial Services
20. VDM Group Limited	VMG	0.195	22	106	Speculative Buy	Mining & Civil Construction
Sub-Total			4,961	5,655		
GRAND TOTAL			41,106	44,177		

Source: IRESS, Hartleys Research. * 25 Jun 2009

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Hartleys Recommendation Categories

No Rating	No recommendation.
Buy	Share price appreciation anticipated
Speculative Buy	Share price appreciation anticipated but it is higher risk than a "Buy". For the share price to rise it may be contingent on the outcome of an uncertain or distant event.
Neutral	Take no action. Stock is already trading near the share price target and there are no foreseeable near term catalysts.
Reduce / Take profits	Stock is trading above the share price target and there is a near term negative catalyst that could cause temporary weakness.
Sell	Significant price depreciation anticipated

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Hartleys has completed a capital raising in the past 12 months for Shaw River Resources Limited ("Shaw River"), for which it received fees. Hartleys has provided corporate advice within the past 12 months and continues to provide corporate advice to Shaw River for which it has received and continues to receive fees.

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