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Shaw expands gold and base metals potential in Pilbara JV

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Projects

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

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



Shaw River enters JV to progress Pilbara project

Shaw River Resources has entered a Joint Venture agreement with Pelican Resources subsidiary, Sunrise Exploration Pty Ltd, to progress exploration over the Donald Well Gold and Base Metal Project, located 45km south-east of Port Hedland in Western Australia's prolific Pilbara region.

The Donald Well Project covers 8.3km of the Tabba Tabba Shear Zone, which contains gold and zinc-lead-silver-gold occurrences along its length, and is situated approximately 10km south-west of Shaw River's Hedland Project, where work during 2007 showed potential for structurally controlled gold deposits within the greenstone sequence.

Donald Well is also located directly along strike of the Turner River gold and base metal occurrences, which are hosted within the Tabba Tabba Shear Zone.

Shaw River's Managing Director, Vincent Algar said the company intends to actively explore the Joint Venture area during 2008 and beyond by drilling over electromagnetic targets previously identified by Pelican, as well as any other targets generated during the Shaw River work program.

Mr Algar said the company is currently planning follow-up drilling over three priority target areas that were previously identified by Pelican using airborne electromagnetics (VTEM) and follow-up ground geophysics (TEM).

To date, Pelican has conducted soil sampling over 33% of the prospective Tabba Tabba Shear Zone within the JV tenement area. Through its sampling programme, Pelican identified high order zinc anomalism up to 206ppm zinc coincident with the electromagnetic conductors.

"We are very pleased to have made this agreement with Pelican," Mr Algar said. "Donald Well is one of the last remaining sections of the prospective Tabba Tabba Shear Zone that has not been systematically mapped, sampled and drill tested for gold and base metal (VHMS) deposits, such as those found in the same rocks to the north and south along the greenstone belt."

"Pelican has recognised the suitability of Shaw River as a partner in the East Pilbara to help realise the potential value of this exciting area in the short-term," he said.

Under the terms of the Joint Venture agreement, Sunrise will be issued 500,000 Shaw River Resources shares, along with 1,000,000 options exercisable at \$0.20 and expiring in 2013, to reflect recent exploration expenditure by Pelican.



As manager of the JV, Shaw River has an earn-in requirement of \$150,000 in the first year to acquire a 30% stake in the project. Should Shaw River elect to proceed beyond year one, the company will be required to issue a further 500,000 Shaw River shares to Sunrise.

Shaw River can increase its interest in the Joint Venture to 70% by spending an additional \$300,000 in years two and three.

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

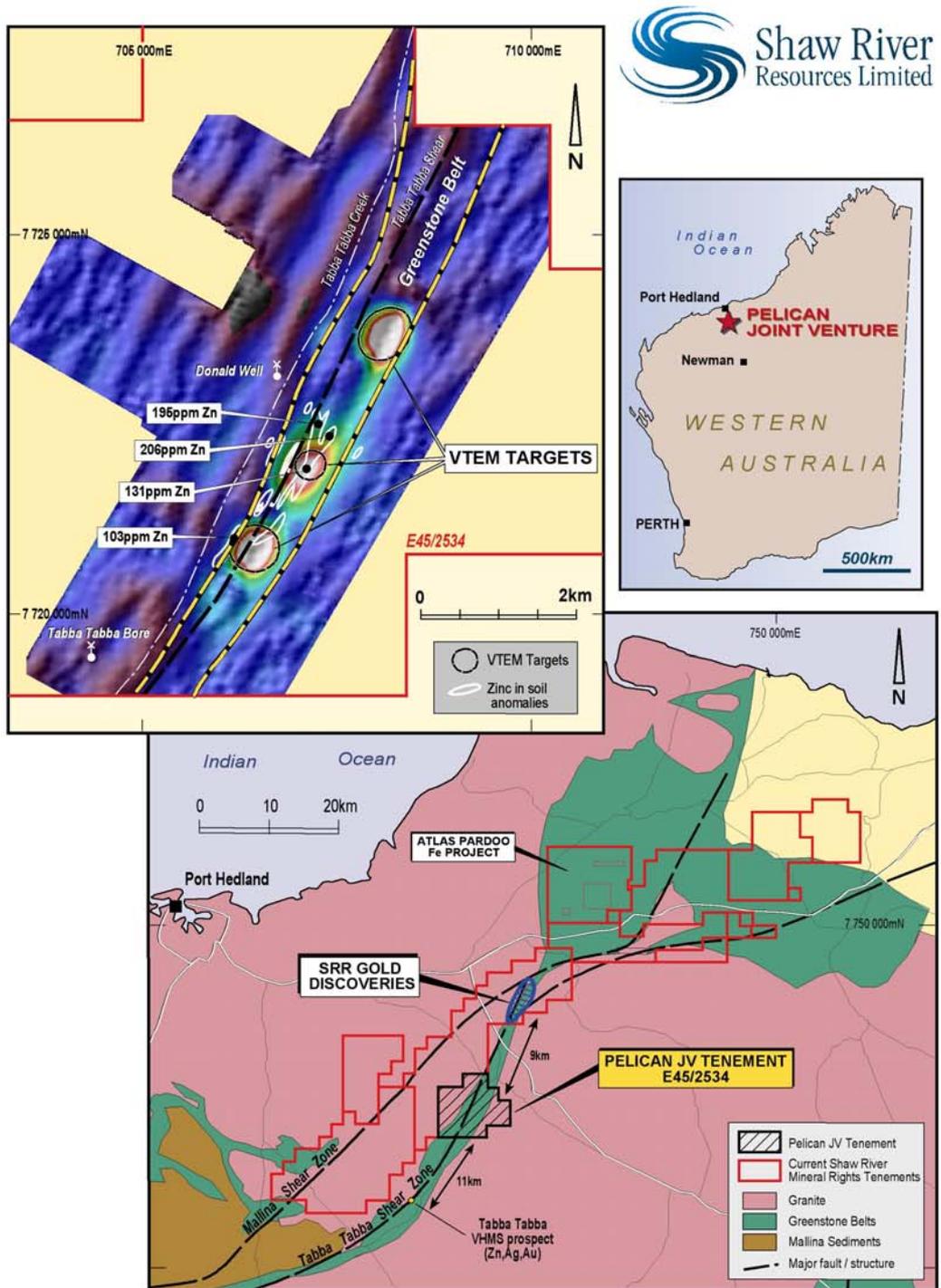


Figure: Location diagram and electromagnetic image showing conductors and soil anomalies