

Date: 30th April 2012

QUARTERLY ACTIVITIES REPORT ENDING 31 March 2012

HIGHLIGHTS

- **Mt Watson RC drilling to commence very shortly with rig mobilising to site.**
- **Halls Creek Tenements field reconnaissance and mapping underway**
- **Exploration License E38/2635 granted in Laverton district.**

1. MOUNT WATSON COPPER PROJECT (ISH 49%, KABIRI 51%)

During the quarter, the 8th Institute of Geology and Mineral Exploration ("IGME"), who farmed into Ishine's interest in the Mount Watson Copper Project in Queensland, continued planning the RC drilling program as indicated in the last quarter. The heritage survey was carried out and currently access road construction is underway and will be completed prior to the RC Rig arriving on site to commence the program.

IGME has designed a program of 8 RC drill holes for approximately 960m which have targeted VTEM anomalies, generated by Ishine in 2010, and also to follow up anomalous copper intersections previously reported by Ishine in February 2011. This drilling predominantly occurred 5km to the south west and along strike of The Mt Watson Copper Deposit (8.01Mt @ 0.9% Cu). (Fig. 1) Intersections included:

- *90m @ 0.21% Cu from 18m including 2m @ 0.73% Cu from 36m, and 8m @ 0.40% Cu from 46m in MWRC007*
- *2m @ 214ppm Cu from 106m in MWRC003 (end of hole anomaly)*
- *46m @ 356ppm Cu from surface in MWRC004*
- *16m @ 218ppm Cu from surface in MWRC005*
- *6m @ 230ppm Cu from 106m in MWRC008*
- *22m @ 538ppm Cu from 8m in MWRC009*
- *20m @ 296ppm Cu from 36m in MWRC009*



Whilst the Mt Watson mine was an oxide ore body, Ishine's exploration efforts are focused on the primary zone of sulphide mineralisation at depth.

2. FIELD RECONNAISSANCE HALLS CREEK

During the quarter, Ishine, along with guest geologists from IGME and the Qingdao Geological Institute carried out reconnaissance field investigations and geological mapping over its Halls Creek group of tenements. These tenements are located within the Halls Creek mobile zone and consist of the Halls Creek Group geosynclinal sequence that was deposited during the Lower Proterozoic. The sequence was subsequently tightly folded and metamorphosed, then intruded by basic sills and dykes. Late stage granites have then intruded the mobile zone as batholiths and stocks accompanied by vast eruptions of acid volcanics.

There are several gold mineralisation sites in and around the Halls Creek group of tenements. Follow up work will include litho-structural interpretation and proposal of geochemical and geophysical exploration surveys.



1187 Hay Street
West Perth, WA 6005
Australia

T: +61 8 6142 5088
F: +61 8 9200 5638
W: www.ishineresources.com
E: admin@ishineresources.com



3. DATA COMPILATIONS

During the quarter, data compilations and investigations were carried out on several of Ishine's tenements. Prospectivity of these projects are currently being assessed and field programs are being planned in accordance with the findings.

4. NEW TENEMENT GRANTED

Exploration License E38/2635 in the Laverton district was granted on March 8 2012. This is a two block tenement adjacent to E38/2435 and is prospective for gold and nickel.

For further information please contact:

Martin Dormer | Chief Geologist

T: +61 8 6142 5088

mdormer@ishineresources.com

The information in this report that relates to Exploration Progress has been prepared by Mr Martin Dormer, who is a member of the Australian Institute of Mining and Metallurgy, and a full time employee of Ishine International Resources Ltd. Mr Dormer has sufficient relevant experience in the techniques being reported and styles of mineralisation and types of deposit under consideration, and in the activity he is undertaking, to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves" (the JORC Code), and consents to the inclusion of the information in the form and context in which it appears.

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