

gsh/psh/gsh657

20 April 2006

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

Via ASX Online

Number of pages – 2

Dear Sir,

RE: Commencement of drilling program – Pinut-an project, Philippines

Enclosed for release to the market is an announcement advising the commencement of a surface and underground diamond drilling program on the Pinut-an gold and silver project, Panaon Island, Philippines.

For and on behalf of the directors of
Goldsearch Limited



P S Hewson
Secretary

ASX ANNOUNCEMENT

20 April 2006

Drilling commences at the Pinut-an deposit, Panaon Island, Philippines

Goldsearch Limited is pleased to announce that, following successful rehabilitation and establishment of key underground infrastructure and mine openings, surface and underground diamond drilling has now commenced at the Pinut-an gold and silver project, Panaon Island, Philippines. A team of locally employed miners and geologists has been active since late 2005 and significant progress has been made to enable this drilling to commence.

The project, which is a 50/50 joint venture with the Medusa Mining Limited/ Philsaga Mining Corporation consortium, is hopeful of achieving a high grade gold and silver mine capable of producing between 100 to 200 tons per day of high grade ore; obviously there is no certainty in this regard. Medusa /Philsaga are operators on behalf of the joint venture.

Underground rehabilitation has exposed a number of old stopes which appear to exploit areas where the narrow gold lodes swell. These pods are considered to have good potential for bonanza gold grades. Unconfirmed sampling in the mine by previous explorers returned grades up to 950 g/t Au (gold) with 2000 g/t Ag (silver) from the 32 metre level in the Vein C area and up to 230 g/t Au with 189 g/t Ag also in Vein C.

The current underground drilling program is to target the reef extensions beneath areas previously mined. The surface drilling rig is at the same time targeting deep extensions to the higher reef structures which have been exposed by local miners.

The first results from this program are expected in the June 2006 quarter.

Heath Hellewell
Consultant Geologist

For further information please contact:

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Note: The information in this report that relates to Mineral Resources or Ore Reserves is based on information compiled by Mr Heath Hellewell, who is a consultant to the Company. Heath Hellewell 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". Heath Hellewell consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Note: Additional information on Goldsearch Limited can be found on the Company's website – www.goldsearch.com.au