

gsh/psh/gsh748

19 June 2008

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

Via ASX Online

Number of pages – 6

Dear Sir,

Project update – drilling at Mount Wellington

Attached for release to the market is an update on the current drilling program at the Company's Mount Wellington prospect in Victoria.

For and on behalf of the directors of
Goldsearch Limited



P S Hewson
Secretary

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19 June 2008

PROJECT UPDATE: DRILLING AT MOUNT WELLINGTON, VIC

- Encouraging initial results from the first hole at Rhyolite Creek.
- Mike's Bluff drilling progressing well.

Goldsearch Limited (ASX: GSE) is pleased to provide an update on the progress of its drilling programme at its 100%-owned Mount Wellington Project, located 20 kilometres south-east of Jamieson and 10 kilometres east of the Morning Star gold mine in the Woods Point / Walhalla region of eastern Victoria.

The first hole at Rhyolite Hill (EL4843) of the initial diamond drilling programme has been successfully completed. The drill rig has moved to the Mike's Bluff target (EL5046) (**Figure One**) with the second hole now at approximately 190 metres. The final planned depth for the hole at Mike's Bluff is approximately 400 metres.

Table One: Drill hole location information

Hole ID	Type	East (GDA94)	North (GDA94)	RL (AHD)	Azimuth	Declination	Final depth (metres)
RCD001	DDH	446814	5862758	729	234 ^o	-60 ^o	504
MBD001	DDH	451833	5848671	1063	042 ^o	-62 ^o	+400

Rhyolite Creek

At Rhyolite Creek, hole RCD001 was drilled to final depth of 504 metres. The hole was positioned to test an aeromagnetic target at depth in an area of previously identified near surface gold, silver and minor base metal mineralisation.

The original felsic to intermediate volcanic rock sequence, intercepted by the drill core is variably hydrothermally altered over the entire depth of the hole. Assay results have now been received for the entire hole.

The initial 100 metres of oxidised rock shows in places strong silica-pyrophyllite-pyrite alteration and a 7.2 metre intersection from 8.1 metres returned weakly anomalous assay results which average 0.18 g/t (grams per tonne) gold.

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Fresh rock from 100 metres is variably sericite-silica altered with very fine disseminated pyrite up to 0.5%. After 200 metres, the alteration changes to variable silica-pyrophyllite-sericite with stringers of fine pyrite in concentrations up to 20% with occasional zones of chalcopyrite in the more intensely altered zones. **A 5.6 metre intersection from 220 metres returned an average gold grade (by fire assay) of 2.19 g/t with a peak one metre interval of 8.95 g/t gold.** This interval also returned individual sample intervals of up to **127 g/t silver, 17.9% zinc**, 1.5% lead and 0.8% copper (*Table Two*).

Table Two : Rhyolite Creek RCD001 Significant assay results

From (metres)	To (metres)	Interval (metres)	Gold (AAS) (ppm)	Gold (FA) (ppm)	Silver (ppm)	Copper (%)	Lead (%)	Zinc (%)
220	225.6	5.6	1.02	2.19	34	0.18	0.41	4.71
<i>Incl.</i>								
223	224	1	3.3	8.95	127	0.43	1.52	14.7
224	224.4	0.4	2.59	3.63	79.6	0.81	1.35	17.9

*Note: (AAS) Aqua Regia Digest, AAS Determination, (FA) Fire Assay.

Silica-sulphide alteration continues to be strong down the hole with persistent elevated zinc assays over significant widths. **The 60 metre zone from 220 to 280 metres averages 1.1% zinc.**

At between 330 to 410 metres the strong silica-sulphide alteration is overprinted by later, irregular sulphide-carbonate veining. Goldsearch is encouraged by the presence of several different styles of overprinting alteration, suggesting a potentially large hydrothermal event at Rhyolite Creek which was active over a significant time frame.

Stringers of up to 20% chalcopyrite-pyrite between 405 to 420 metres are associated with a group of narrow highly magnetic diorite dikes. Whilst narrow the dikes, which are interpreted to be Devonian in age, in part explain the original aeromagnetic target. Elevated gold assays up to 0.2 g/t gold over one metre intervals are associated with these chalcopyrite-pyrite rich zones.

Goldsearch believes the observed alteration and mineralisation at Rhyolite Hill has the characteristics of the mid to lower zones of a typical low sulphidation intrusion related system with the Cambrian-aged host volcanic rocks altered and mineralised during a Devonian-aged magmatic event. Much of the known gold mineralisation in Eastern Victoria (e.g. the Woods Point and Morning Star gold mines) is thought to be related to a period of Devonian magmatism.

Goldsearch is currently completing a detailed assessment of the target based on the encouraging results from the first hole, however due to road closures in the Rhyolite Creek area further, follow up drilling of this target is unlikely to be completed until after the winter months.

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Mike's Bluff

At Mike's Bluff drilling is targeted on a large, non-resistive (chargeable) magneto telluric geophysical target (**Figure Two**). Shallow drilling to a maximum depth of 150 metres by previous explorers at Mike's Bluff returned maximum assays up to 0.54 g/t gold, 0.34% copper and 1.13% zinc. None of the previous drill holes tested the geophysical target which was not identified until after drilling was undertaken and never subsequently followed up.

Hole MBD001 which is currently being drilled has intercepted highly deformed, strongly sericite-pyrophyllite-carbonate altered felsic volcanic rocks, consistent with an extensive zone of interpreted hydrothermal alteration seen at surface. The geophysical anomaly is modelled at 200 metres depth. Preliminary logging of the drill core has noted increased levels of sulphide mineralisation in the core at around 190 metres.

Goldsearch anticipates that hole MBD001 will be completed within the next two weeks with assay results expected before the end of July.

For further information contact:

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or visit the Company website at www.goldsearch.com.au

STATEMENT

Technical information contained in this report was prepared by the Company's Exploration Manager, Mr Heath Hellewell, who is a Member of the Australian Institute of Geoscientists. Mr Hellewell has over 15 years of relevant experience, and qualifies 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 Hellewell consents to the inclusion of his technical information in this report in the form and context in which it appears.

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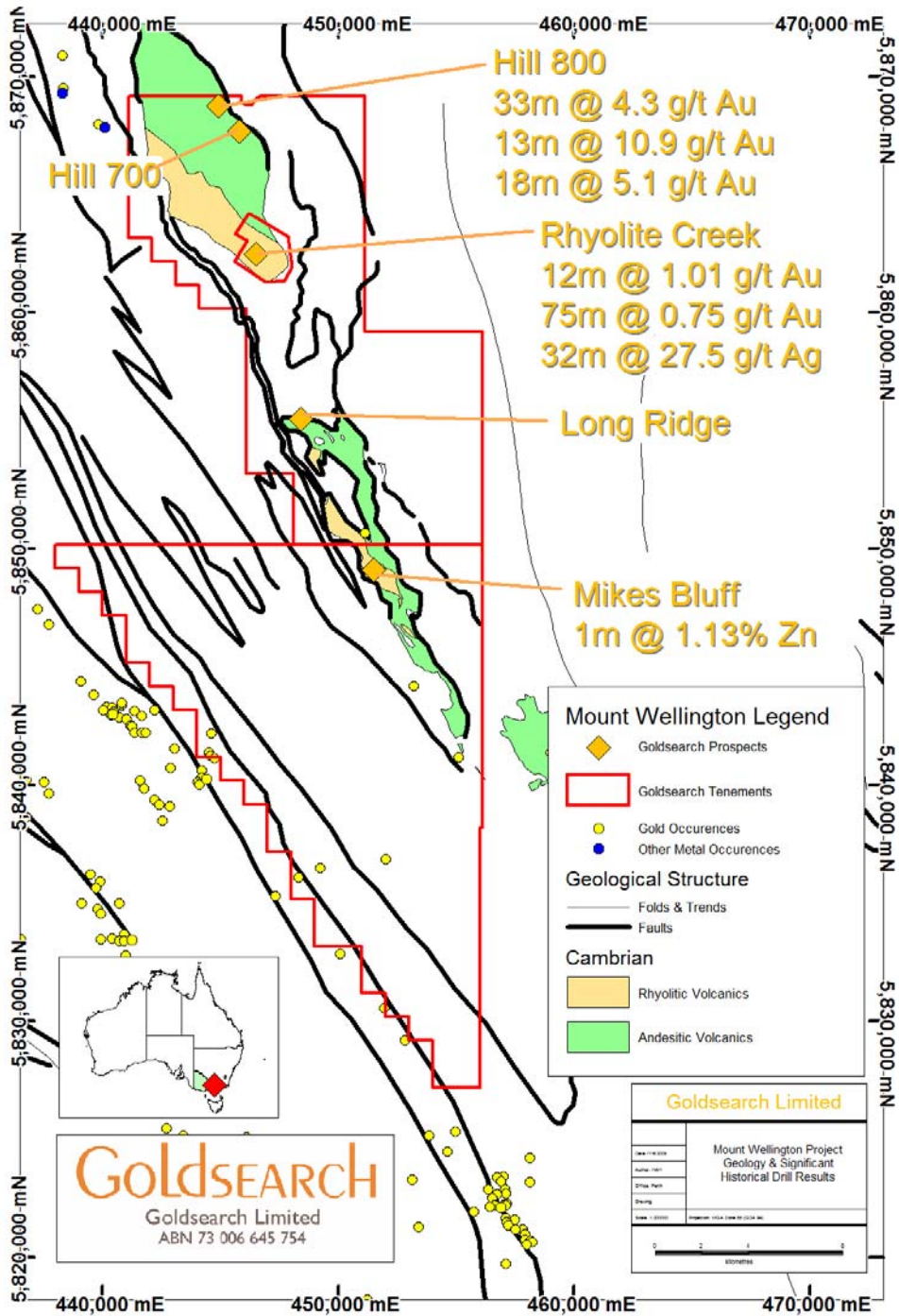


Figure One: Mount Wellington Project - Prospect locations and significant historic drilling results.

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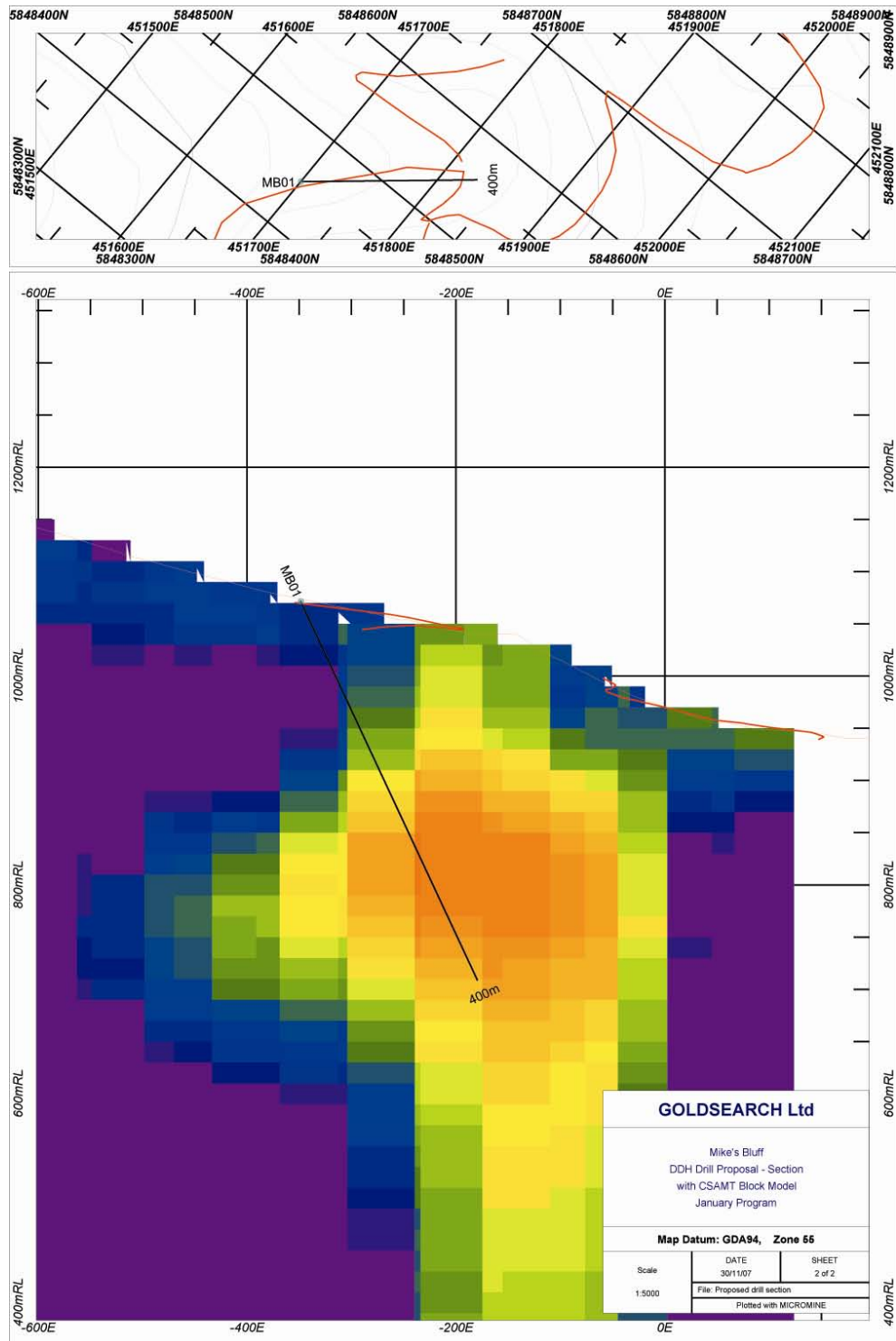


Figure Two: Section view of Mike's Bluff geophysical target and proposed drill hole.