

gsh/psh/gsh746

22 May 2008

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

Via ASX Online

Number of pages – 4

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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22 May 2008

PROJECT UPDATE: DRILLING AT MOUNT WELLINGTON, VICTORIA

Encouraging preliminary results from the first hole at Rhyolite Hill.

Goldsearch Limited (ASX: GSE) is pleased to provide an update on the progress of its drilling program 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 an initial three hole diamond drilling program has now been successfully completed. The drill rig has now moved to the Mikes Bluff target (EL5046) (Figure One).

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.

Table One: Drill hole location information

Hole ID	Type	East (GDA94)	North (GDA94)	RL (AHD)	Azimuth	Declination
RCD001	DDH	446814	5862758	729	234	-60

To date assay results have been received for the top 238 metres of the hole. The original felsic to intermediate volcanic rocks intercepted by the drill core are variably hydrothermally altered over the entire depth of the 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.

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 2.46 g/t with a peak one metre interval of 8.95 g/t gold.** This interval also returned 1 metre intervals of up to 127 g/t silver, 14.7% zinc, 1.5% lead and 0.6% copper (*Table One*).

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Alteration intensity continues to increase to a down-hole depth of around 415 metres, with stringers of chalcopyrite at 404 to 406 metres associated with a group of highly magnetic diorite dikes. Sulphide - carbonate veining, consisting of manganese-rich carbonate mineral, rhodochrosite with coarse pyrite in breccia infill was observed irregularly between 330 to 410 metres. Assay results are yet to be received for this interval but Goldsearch is encouraged by the observed mineralogy and intensity of alteration.

Goldsearch believes the observed alteration and mineralisation 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.

Final assay results for the remainder of the drill hole are expected over the next month.

For further information contact:

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

Table Two: RCD001 Significant assay results

Sample	From (m)	To (m)	Au (ppm)	Au rpt 1 (ppm)	Au rpt 2 (ppm)	Ag (ppm)	Cu (ppm)	Pb (ppm)	Zn (ppm)
26811	TBA	TBA	>1.0	1.58	-	<0.2	36	21	62
26812	TBA	TBA	>1.0	0.32	TBA	9.3	1520	568	2.19%
26813	TBA	TBA	0.483	-	0.45	6.8	434	390	7890
26814	TBA	TBA	0.271	-	0.24	7.7	307	298	5070
26815	TBA	TBA	>1.0	3.3	8.95	127	4330	1.52%	14.70%
26816	TBA	TBA	>1.0	2.59	3.63	79.6	8110	+1%(TBA)	+1%(TBA)
26817	TBA	TBA	0.249	-	0.41	6.4	259	716	8690
26818	TBA	TBA	0.09	-	0.29	4.7	223	428	3180
26819	TBA	TBA	0.363	-	0.52	23.6	798	2000	1.79%

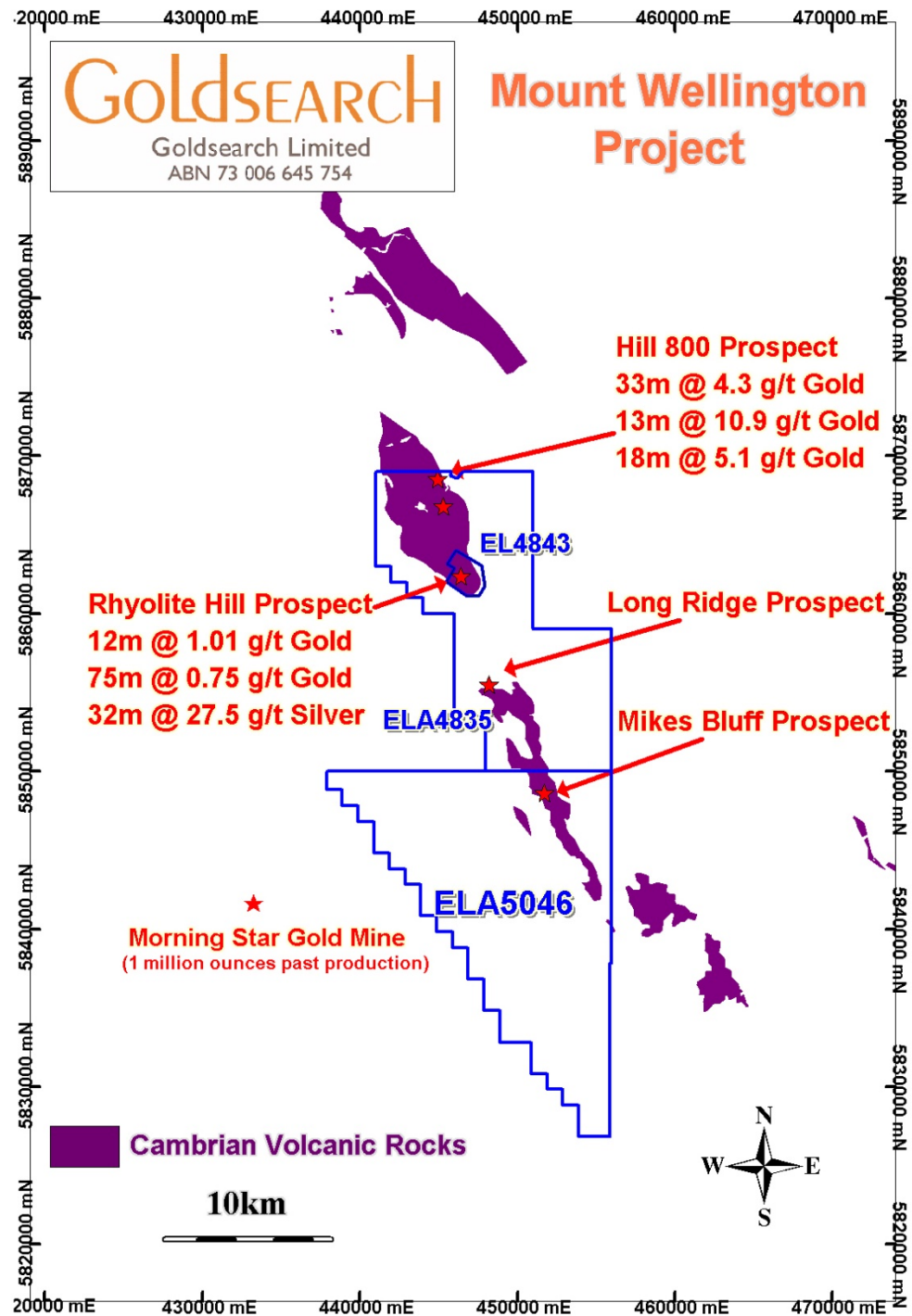


Figure 1