



Media Monitoring

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## Goldstream upgrades Cairn Hill

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**GOLDSTREAM Mining has reported a JORC resource upgrade for the Cairn Hill magnetite iron-copper-gold mineral resource 55km southeast of Coober Pedy in South Australia.**

The company said the combined indicated and inferred JORC resource for the initial pit area, on a diluted basis, was 11.4 million tonnes at 49.5% iron, 0.4% copper and 0.1 grams per tonne gold with an additional inferred resource of 3.8Mt at 43.8% iron within the eastern pit extension, giving Cairn Hill a total resource of 15.2Mt.

The mineral resource has been classified and reported above a 40% metal equivalent iron cut-off grade.

The latest resource has converted over 88% of the previously released inferred resource within the initial pit area to an indicated resource category.

The initial pit area covers the westernmost 800m of the Cairn Hill massive magnetite mineralisation within a well-defined magnetic anomaly and will now be the subject of detailed mine planning.

The Cairn Hill indicated and inferred mineral resource was calculated by Snowden Mining Industry Consultants based on drilling completed to the end of February.

The reported resource has been restricted at depth to 200m based on Snowden's conceptual open pit mining parameters.

Goldstream Mining managing director Duncan McBain said Cairn Hill was shaping up as one of Australia's highest-value-per-tonne iron deposits due to the high-grade nature of the magnetite and the associated copper revenue stream which will contribute in the order of 30-40% of the project's revenue.

"The high-value magnetite concentrate produced combined with the high metal recoveries and relatively low processing costs provide options for the commercialisation of this unique resource," he said.

"With the mixture of both the magnetite type iron and the copper/gold mineralisation, the project is attracting strong interest from a range of parties across the ferrous and non-ferrous sectors."

He said Chinese parties the company was negotiating with had expressed strong interest in processing the Cairn Hill mineralisation.

"We are aiming to be in a position to export the Cairn Hill first shipment of material in the first half of 2008," he said.

"The actual shipping date is likely to be determined by the speed of delivery of the rail wagons and the length of time taken to gain approvals for, and construct, a stockpile shed, most likely at Port Pirie."

Shares in Goldstream have added 2c and are trading at 62c this morning.