

For immediate release  
 12 June 2008

## Chiltern drill results

Sample assay results from the reverse circulation drilling completed at Chiltern in April include several low tenor gold assays. A total of 734 samples, each representing a 1 metre sample interval, were assayed. 25 (3.4%) of these samples reported 0.10 g/t gold or higher.

The best gold results are concentrated in two of the holes completed as follows:

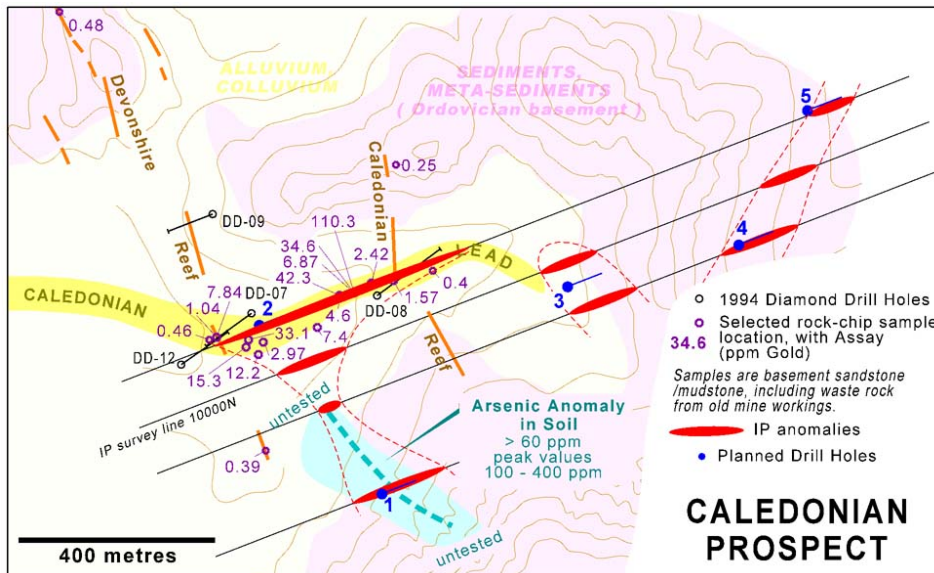
Hole No 1: 24 metre interval from 99 m to 123 m average 0.36 g/t gold (highest 1m @ 2.4 g/t gold)

Hole No 5: 39 metre interval from 70 m to 109 m average 0.10 g/t gold (highest 1m @ 1.6 g/t gold)

The holes dipped at 60 degrees and their locations are shown in the diagram below as "Planned drill holes". All sample intervals are down-hole intervals.

Anomalous arsenic and lead assays were also recovered from the drill samples.

Further work is required to interpret and assess the results in order to determine their significance.



The Chiltern Project covers approximately 230 km<sup>2</sup> of the Chiltern goldfield together with additional areas under application for a combined project area of 755 square kilometres. The goldfield produced 45 tonnes (1.4 m oz) of gold from alluvial deep lead systems (buried river beds). Notably little gold was produced from hard rock (quartz reef) deposits. The original source of the gold found in the deep leads has never been discovered although early workers identified sediment-hosted gold (in sandstone and siltstone pebbles and nodules) amongst the waste rock initially discarded during the alluvial mining. About one hundred tonnes of this "waste rock", in which very fine grained gold could be observed, was processed in the early 1900s at an average grade of over 20 g/t gold.

The exploration objective at Chiltern is to discover primary gold mineralisation – the source or sources to the gold previously mined from the deep leads.

The five holes drilled during the recent programme are located within a National Park. There can be no certainty that any mining activity would be allowed at the sites drilled. Our existing tenements were granted prior to the proclamation of the National Park and have ongoing rights which enable exploration and mining to take place. In total approximately 45 square kilometres of the project area are covered by National Park. In the event that a source for the alluvial gold is discovered then, in addition to continued assessment of the potential at the Caledonian prospect, exploration for additional occurrences of the mineralisation would target areas throughout the entire project area – the majority of which is outside the boundaries of the National Park.

The Chiltern project is located 25 kilometres west from the town of Albury-Wodonga in northeastern Victoria.

For further information, please contact:  
Geof Fethers, Managing Director  
Telephone: (03) 8420 6280  
or visit [www.reedylagoon.com.au](http://www.reedylagoon.com.au)

*The information in this report that relates to Exploration Results is based on information compiled by Geof Fethers and Hugh Rutter, who are members of the Australian Institute of Mining and Metallurgy (AusIMM) and the Australian Institute of Geoscientists (AIG) respectively. Geof Fethers and Hugh Rutter are directors of the Company and each has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which they are undertaking to each qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Geof Fethers and Hugh Rutter consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.*

---

Reedy Lagoon Corporation Limited is exploring for:  
iron ore in WA  
gold at projects in the Lachlan Fold belt (Victoria)  
uranium at projects on the Gawler Craton (SA) and in the Tanami (NT & WA)  
copper on the Gawler Craton (SA).

Issued shares: 48,600,000 (31,205,330 quoted)  
Issued options: 14,702,520 unlisted  
(exercisable @ \$0.20, \$0.30 & \$0.50)

Share price: \$0.066  
12 June 2008

Directors and management:  
Jonathan Hamer, Chairman, Non-Executive Director  
Adrian Griffin, Non-Executive Director  
Philip Lewis, Director  
Geof Fethers, Managing Director  
Hugh Rutter, Exploration Director  
Dermot Coleman, Company Secretary.

[www.reedylagoon.com.au](http://www.reedylagoon.com.au)

Suite 2, 337A Lennox Street, Richmond, Victoria, Australia Ph: (03) 8420 6280 Fax: (03) 8420 6299  
Postal Address: P O Box 2236, Richmond South, VIC., 3121 Email: [info@reedylagoon.com.au](mailto:info@reedylagoon.com.au)  
A.B.N. 41 006 639 514