



Carbine Resources Limited
ABN: 81 122 976 818

Level 1, 17 Ord Street
West Perth
Western Australia 6005

Ph: (618) 9226 0900
Fax: (618) 9226 0933

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The Manager
Australian Stock Exchange Limited
Level 4
20 Bridge Street
Sydney NSW 2000

Dear Sir

SIGNIFICANT HIGH GRADE GOLD RESULTS FROM RED DAM DRILLING

Carbine Resources Limited (Carbine; ASX code: CRB) is pleased to announce some significant gold intercepts from its RC drilling program at Red Dam (100% Carbine), 45km north-west of Kalgoorlie, Western Australia.

Assay results have been received for 13 of the planned 31 holes with best results of:

- **5 metres at 44.07 g/t gold** from 32 metres
- **6 metres at 8.05 g/t gold** from 47 metres
- **10 metres at 4.45 g/t gold** from 111 metres
- **3 metres at 11.73 g/t gold** from 85 metres
- **11 metres at 3.14 g/t gold** from 96 metres
- **13 metres at 2.79 g/t gold** from 40 metres
- **6 metres at 3.58 g/t gold** from 82 metres

The drill program has been expanded to around 4,500 metres and none of the results relate to the region of the Red Dam deposit that has previously yielded the best gold intercepts. Therefore, the Board of Carbine is highly encouraged by the results thus far and is particularly enthused with the shallow **44.07 g/t gold intercept that was encountered in a previously unidentified mineralised position.**

PROGRAM SUMMARY

Carbine commenced a reverse circulation drilling program in May 2007 with the aim of expanding the current 141,971 ounce inferred gold resource at the Petrus prospect and to convert some of the existing resource to the indicated category. Petrus is located at the northern end of the Red Dam project, on Mining Lease 16/344.

The drilling program was originally planned for around 3,500 drill metres but has since been increased to 4,500 metres, reflecting the encouraging results received to date. A detailed geological interpretation is ongoing and Carbine has engaged Golder Associates to undertake the estimation of an updated resource model for Red Dam, on completion of the current exploration program.

PROGRAM DETAILS

The drilling program commenced from the northern extremity of previously known mineralisation with a mixture of extensional and in-fill drilling, both along strike between existing drill sections, and at depth.

The collar details from drill holes that have been fire assayed to date are tabulated below in Table 1.

Table 1:

Hole Number	Northing GDA_94	Easting GDA_94	Azimuth	Inclined	Depth	RL Est
CRDC001	6,619,646	311,097	225	-60	180	300
CRDC002	6,619,589	311,077	225	-60	100	300
CRDC003	6,619,607	311,094	225	-60	130	300
CRDC004	6,619,671	311,157	225	-60	80	300
CRDC005	6,619,647	311,168	225	-60	90	300
CRDC006	6,619,569	311,127	225	-60	140	300
CRDC007	6,619,540	311,134	225	-60	100	300
CRDC008	6,619,597	311,190	225	-60	216	300
CRDC009	6,619,541	311,169	225	-60	140	300
CRDC010	6,619,505	311,170	225	-60	90	300
CRDC011	6,619,499	311,198	225	-60	110	300
CRDC012	6,619,517	311,215	225	-60	150	300
CRDC013	6,619,528	311,261	225	-60	220	300

PROGRAM RESULTS

Encouraging high grade intercepts were encountered adjacent to and along strike from previously identified mineralisation. **The most significant intercept was 5 metres at 44.07 g/t gold reported in CRDC007 from a down-hole depth of only 32 metres, which represented a new zone of mineralisation.**

One metre samples (dry sampling) were collected using a cyclone and a riffle splitter to produce 2 to 3 kilogram samples for submission to Kalgoorlie Assay Laboratory, where they were dried, pulverised and analysed for gold by 40 gram fire assay. Best results are detailed below in Table 2.

Table 2:

Hole Number	From (m)	To (m)	Interval (m)	Grade (g/t gold)
CRDC003	38	42	4	1.58
CRDC004	40	53	13	2.79
	65	70	5	3.14
CRDC006	31	34	3	2.14
CRDC007	32	37	5	44.07
including	34	35	1	116.57
	85	88	3	11.73
including	87	88	1	28.18
CRDC008	32	34	2	2.83
	96	107	11	3.14
including	105	106	1	12.27
	211	214	3	4.37
CRDC009	45	48	3	2.23
CRDC010	47	53	6	1.62
CRDC012	82	88	6	3.58
CRDC013	47	53	6	8.05
including	50	51	1	22.69
	111	121	10	4.45
	138	140	2	3.54
	166	172	6	3.17
	188	194	6	3.29
	199	201	2	2.89

Notes :

1. Intersections are an arithmetic mean calculated using a 1 g/t gold lower cut-off. No upper cut-off grade has been applied
2. Maximum internal dilution within an intersection is 2m @ <1 g/t gold
3. Only down hole intersections greater than 5 gram metres with gold grades >1.5 g/t gold are shown

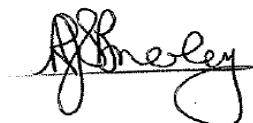
OUTLOOK

There are a **significant number of assay results pending**, several of which are following up encouraging 4-metre composite aqua regia assay results. Routine check and duplicate analysis of mineralised zones are being undertaken.

The RC drilling is nearing completion and the drill rig is due to demobilise sometime this week.

Please refer to Figure 1 for the location of drill holes. Note that the final two holes of the current program are located approximately 300 metres south of the Petrus prospect, targeting a previously identified gold anomaly.

Yours faithfully

A handwritten signature in black ink, appearing to read 'R. Brierley', with a horizontal line drawn underneath the signature.

Robert Brierley
Chairman and Chief Executive Officer

Information in this announcement that relates to Exploration Results has been reviewed by Gil Burrows, Principal of Kalgoorlie Geological Consultants, who 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". Gil Burrows is a Member of the Australasian Institute of Mining and Metallurgy and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

