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Australian Securities Exchange Announcement

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Drilling underway on Corrobinnie Uranium Joint Venture

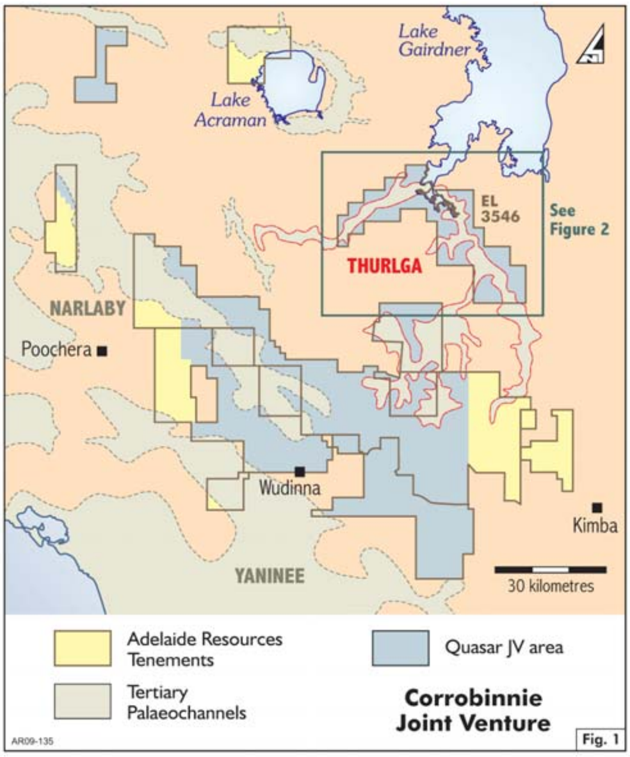
Drilling is underway on the Corrobinnie Uranium Joint Venture, a joint venture between Adelaide Resources Limited and Quasar Resources Pty Ltd.

The Corrobinnie Uranium Joint Venture is searching for “roll front” style uranium deposits hosted in three ancient drainage systems, or palaeochannels, on the Eyre Peninsula of South Australia (Figure 1). This drilling program, utilising aircore drilling methods, is targeting the Thurlga palaeochannel which was a north flowing creek system that drained an area where bedrock includes uranium anomalous Hiltaba Suite granites and Gawler Range Volcanics.

The full extent of the Thurlga palaeochannel has only recently been recognised, and consequently it has been ignored by prior explorers. The Corrobinnie Uranium Joint Venture’s current drilling program therefore represents the first uranium-focussed exploration drilling to be conducted in the Thurlga system.

The aim of the program is to first drill a number of priority traverses to assist with the definition of the morphology of the Thurlga palaeochannel and to assess the sedimentological character, including grain size and oxidation state, of the channel-fill sediments.

A flexible program of up to 150 drill sites for a total of approximately 7000 metres of aircore drilling is planned. Observations made during the course of the program will be used to fine tune the final number of drill holes. The location of possible drill traverses are shown on Figure 2.



Attempts to log drill holes using down-hole gamma probes will be made, while drill samples will be collected and assayed for uranium and a suite of other elements. It is anticipated that the results of the program will be reported in the fourth quarter of calendar 2009.

The Corrobinnie Uranium Joint Venture agreement allows Quasar to earn a 60% interest in palaeochannel hosted uranium deposits present in an area of 5108 sq km, and 60% interest in all minerals in the basement in a somewhat smaller area.

Quasar can earn its interest by spending $3 million over a four year period commencing 1 January 2007. Quasar has a minimum contribution obligation for exploration of $750,000 and the drilling program described herein will be funded by Quasar as part of its earn in.

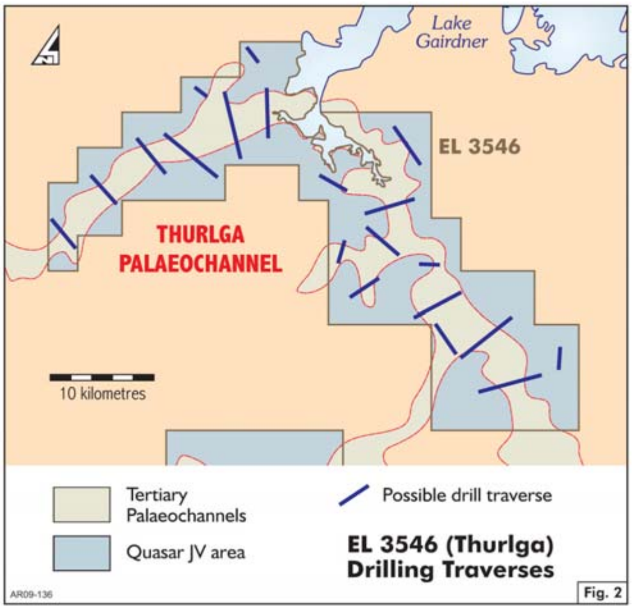


Fig. 2

Chris Drown
Managing Director

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Chris Drown, who is a Member of The Australasian Institute of Mining and Metallurgy and who consults to the company on a full time basis. Mr Drown 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'. Mr Drown consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Enquiries should be directed to Chris Drown.   Ph (08) 8271 0600 or 0427 770 653.