GoldenWest RESOURCES LIMITED

ABN 54 102 622 051

31st July 2008

*Corporate Summary*

*ASX Code: GWR*

*Issued Capital: 110 Mil*

*Issued Options:14.5 Mil*

*Market Cap fully diluted July 2008: $193 Mil*


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*Executive Chairman*

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*/ Executive Director Exploration*


Quarterly Report
Quarter Ending 30 June 2008
HIGHLIGHTS

- **Total Inferred Mineral Resource at Wiluna West increased to 119 Mt grading 59% Fe of hematite representing an increase of 40%.**
- **GWR expects to announce a further resource upgrade in the next two weeks when results from C4 and Bowerbird South become available.**
- **GWR now has the second largest hematite resource in the Midwest region. The Company will not only continue to explore for increased resources but also commence converting the global Inferred Resource into Indicated Resources in preparation for defining reserves.**
- **This Inferred Mineral Resource of 119Mt provides the Company with considerable confidence that it will be able to prove up sufficient resources to support a mining operation of 10Mt per annum.**
- **Both Yilgarn Infrastructure and Oakajee Port and Rail have indicated to GWR that they will finance a rail link to Wiluna West provided that adequate carry or pay freight contracts are put in place.**
- **Engenium Pty Ltd appointed to undertake a detailed Scoping and Prefeasibility Study for Wiluna West, including detailed review of infrastructure options.**
- **Outstanding significant intercepts achieved at Wiluna West, including:**

  **WWRC2216, 180M @ 58.3% Fe from 0M to EOH**
  **WWRC2217, 90M @ 60.1% Fe from 14M**
  **WWRC1187, 64M @ 63% Fe from 28M**
  **WWRC1215, 62M @ 63.0% Fe from 54M**
  **WWRC1172, 56M @ 60.1% Fe from 24M**
  **WWRC2220, 49M @ 65.3% Fe from 16M**
  **WWRC1200, 46M @ 60.1% Fe from 9M**
  **WWRC2208, 46M @ 62.8% Fe from 25M**
  **WWRC1182, 41M @ 62.0% Fe from 49M**
  **WWRC1186, 40M @ 60.5% Fe from 4M**
- **As of the 28 July 2008 the Company had 5,500 samples outstanding at the laboratory and turn around time of 5 to 6 weeks.**
- **Significant uranium intercepts achieved at Wiluna prospect E53/1159.**
- **Golden West continues to attract strong interest from potential cornerstone investors.**

## Overview

Golden West Resources is focused on advancing its flagship Wiluna West Iron Ore Project in Western Australia, where the Company is pursuing an aggressive exploration and project evaluation program aimed at establishing sufficient high grade resources to support a globally significant iron ore operation capable of exporting in excess of 10 million tonnes of direct shipping grade ore per annum.

The Company is pleased to advise that significant progress was achieved on both the project and corporate fronts during the June Quarter, further enhancing its confidence of confirming Wiluna West as a major future iron ore producer in the Mid-West.

Subsequent to the end of the quarter the Company has announced a significant **40%** increase in the total Inferred Mineral Resource to **119 million tonnes @ 59% Fe**. This interim resource estimate has further confirmed Wiluna West as one of the largest high grade hematite iron ore resources ever discovered in the emerging Mid-West Iron Ore Province.

## Wiluna West Iron Project

The 440 square kilometre Wiluna West Project is located approximately 40 kilometres west of the township of Wiluna in the North Eastern Goldfields of Western Australia.

The Company remains totally focused on advancing the Wiluna West Project, with work undertaken during the quarter concentrated on extending and adding to known resources in preparation for the commencement of a Prefeasibility Study to identify the optimum development strategy for the Project.
With total cash reserves of $23 million available as of 30 June 2008 , the Company is committed to an extensive and aggressive three phase program of infill, resource extension and exploration drilling over the next 12 months.

## Resource Upgrade

Subsequent to the end of the Quarter and as announced on the 30 July 2008, the total Inferred Mineral Resource at Wiluna West now stands at 119 Mt grading 59% Fe, representing a 40% increase over the previously reported resource of 86.3Mt grading 60.1% Fe.

The interim block modeled resource estimates as indicated below in Table 1, were all undertaken by Snowden, except for Bowerbird South which was undertaken by Al Maynard and Associates ("AMA").These latest resource estimates reflect the recent drilling at the Joyners Find North, Bowerbird, Bowerbird South and C3 deposits.

The Wiluna West deposit now ranks as the second largest hematite resource in the emerging Mid-West iron ore province of WA, ranking only behind the reported hematite resource at Midwest Corporation Limited's Weld Range iron ore project[1].

[1] (Refer Midwest Corporation's ASX announcement dated 12 May 2008, estimating total Measured, Indicated and Inferred DSO resources of 149.2Mt @ 58.4% Fe for the Weld Range Project)

Golden West expects to further increase resources at Wiluna West within two weeks as international mining consultancy Snowden Group is expected to complete a resource upgrade of the C4 deposit and additional drilling information becomes available for the Bowerbird South deposit.

The resource estimate includes approximately 9.2 Mt @ 60.5% Fe within the Joyners Joint Venture with Jindalee Resources Limited, in which Golden West is earning an 80% interest. The Jindalee-Joyners Joint Venture ground occupies two tenements (E53/1089 and M53/1078) comprising the northern eastern edge of the Wiluna Project.

During the coming quarter the company plans to not only identify new resources but to commence converting its Inferred Resource to Indicated status as it has now reached its target Inferred Resource to undertake a detailed Scoping and Prefeasability Study for Wiluna West and has commissioned Engenium Pty Ltd to undertake these studies.

**Table 1**
**Wiluna West Inferred Hematite Mineral Resource**
**July 2008**

| DEPOSIT | TONNES (Mt) | FE (%) | P (%) | AL2O3 (%) | SIO2 (%) | LOI (%) |
|---|---|---|---|---|---|---|
| BOWERBIRD NTH | 3.9 | 59.6 | 0.04 | 3.8 | 6.6 | 2.6 |
| BOWERBIRD CENT | 11.8 | 58.5 | 0.06 | 3.5 | 9.3 | 2.7 |
| JOYNERS FIND | 4.6 | 64.9 | 0.02 | 1.9 | 2.8 | 2.0 |
| JINDALEE JOYNERS NTH | 6.9 | 59.9 | 0.04 | 2.6 | 7.4 | 2.3 |
| JINDALEE JOYNERS | 2.3 | 62.2 | 0.02 | 2.9 | 5.4 | 1.9 |
| C1 | 4.2 | 58.5 | 0.09 | 3.3 | 7.2 | 5.2 |
| C2 | 3.4 | 60.1 | 0.03 | 2.1 | 6.0 | 6.0 |
| C3 | 41.0 | 57.6 | 0.08 | 2.5 | 9.9 | 5.0 |
| C4 | 24.1 | 59.6 | 0.03 | 2.5 | 9.2 | 2.7 |
| C5 | 4.4 | 59.1 | 0.12 | 2.1 | 8.9 | 3.8 |
| CR | 4.0 | 60.6 | 0.03 | 1.4 | 9.3 | 1.7 |
| Bowerbird South | 8.4 | 56.6 | 0.04 | 3.7 | 11.6 | 3.1 |
| **TOTAL** | **119.0** | **58.9** | 0.06 | 2.7 | 8.9 | 3.6 |

Notes 1) Lower Cut Off 50% Fe
2) Jindalee Joyners Nth deposit GWR earning 80% from Jindalee Resources Limited
3) Jindalee Joyners deposit GWR earning 80% from Jindalee Resources Limited.

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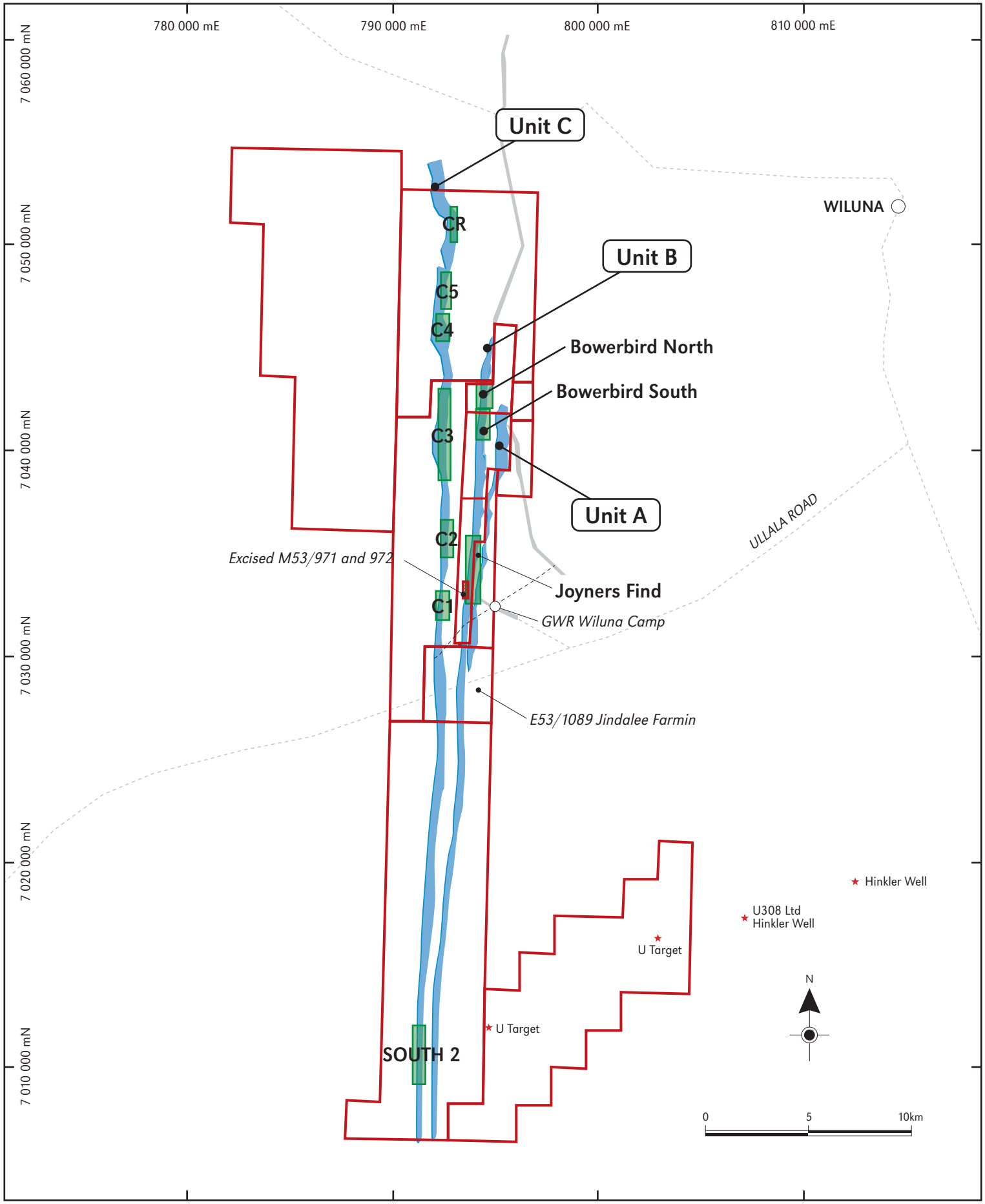
## Exploration

Exploration for the quarter concentrated on infill and extensional drilling mainly on the C Ridge at the C3, C4 and C5 iron deposits and the South 2 prospect. 11 RC drill holes were drilled for hydrological test work and four diamond holes were completed for metallurgical sampling.

A combined total of 176 drill holes were completed for 15,144m and 9,490 laboratory assay samples selected. As of the 28 July 5,500 samples were outstanding from the laboratory, turn-around time from the laboratory is ~5-6 weeks.


780 000 mE
790 000 mE
800 000 mE
810 000 mE
7 060 000 mN
7 050 000 mN
7 040 000 mN
7 030 000 mN
7 020 000 mN
7 010 000 mN
Unit C
Unit B
Unit A
CR
C5
C4
C3
C2
C1
SOUTH 2
Bowerbird North
Bowerbird South
Joyners Find
GWR Wiluna Camp
Excised M53/971 and 972
E53/1089 Jindalee Farmin
WILUNA
ULLALA ROAD
Hinkler Well
U308 Ltd
Hinkler Well
U Target
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0
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**Table 2**
**Drilling Summary Quarter Ending June 2008**

| Prospect | No of Holes | Hole Type | Metres Drilled |
|---|---|---|---|
| Joyners Find | 1 | RC | 106 |
| Bowerbird | 58 | RC | 5867 |
| C3 | 54 | RC | 4300 |
| C4 | 21 | RC | 1890 |
| C5 | 5 | RC | 376 |
| South 2 | 27 | RC | 1970 |
| Bowerbird | 1 | Diamond | 91.00 |
| C1 | 1 | Diamond | 20.00 |
| C2 | 1 | Diamond | 77.00 |
| C3 | 4 | Diamond | 216.60 |
| C4 | 3 | Diamond | 230.50 |
| **Totals** | **176** | | **15144.10** |

## Bowerbird

Bowerbird consists of four semi continuous sub-vertical iron bands with the eastern most bands being the most consistently mineralised, thicker and more continuous than the western bands.

A total of 58 RC holes and one diamond drill hole were completed at Bowerbird and Bowerbird South during the period for 5,958m and 3,067 samples. Drilling was designed to infill and extend resources at Bowerbird and to drill out the area earmarked for a test pit. Late in the quarter RC drilling commenced at Bowerbird South where most of the existing drill spacing is insufficient for block modeling, the current drilling is at 40m by 100m centre's suitable for block modeling. Assay results were returned for the vertical water bores (WWRC2218-2224) completed last month with several significant intercepts. These holes have confirmed mineralisation at depth but are drilled vertically into the sub vertical ore lenses.

## Jindalee –Joyners Joint Venture- E53/1089, M53/1078

The Jindalee-Joyners Joint Venture ground occupies two tenements (E53/1089 and M53/1078) comprising the northern eastern edge of the Wiluna Project. To date GWR has earned a 60% interest within the tenure with Jindalee electing not to contribute to the current work program and budget.

Joyners Find consists of four semi-continuous sub parallel iron formation units of which the eastern two are typically 5-15m in width and more strongly mineralised than the thinner western bands.

One RC drill hole was completed in the quarter for 106m (WWRC2205) on the B Ridge thereby completing the infill drilling commenced during the last quarter at Joyners Find North. Drilling at the Joyners Find North was designed to infill the existing drilling from 400m line spacing down to a 100m line spacing testing the mineralisation to a vertical depth of 100m. All outstanding assay data was returned in the period with a number of significant intercepts being identified as summarised in Table 3.

During the period Snowden commenced resource block modeling on the Joyners Find and Joyners North Deposits utilizing all new drilling and surface mapping which was incorporated into the updated inferred resource estimate announced subsequent to the end of the quarter.

## C3 Prospect

Iron ore mineralisation at C3 occurs over a strike length of some 5.6km and consists of up to four units which are typically folded in the centre of the deposit to define a thickness up to 60m in width. To date three main zones of mineralisation have been defined with further zones awaiting drill testing.

A total of 54 RC holes for 4,300m and four HQ metallurgical diamond drill holes for 216.6m were completed during the quarter, with RC drilling concentrating on extending existing ore intercepts both along strike and down plunge. Included in these figure is one RC hole drilled as a test water bore. Drilling intercepted broad zones of hematite mineralisation peripheral to the November block model and confirmed mineralisation both north and south of an interpreted north-east trending fault at 7042300mN. In addition new mineralisation was confirmed at ~7042200mN.

## C4 Prospect

The C4 Prospect lies beneath a goethitic hydrated iron ore zone some 10-20m thick from surface overlying hematite high grade ore. Two main ore zones up to 130m in width are separated by a barren central zone. Mineralisation occurs over a strike length of some 1400m and typically dips ~$80^0$ west, remaining open at depth (>200m). Additional un-tested targets lie both east and west of the main ore zone.

A total of 21 RC drill holes for 1,890m and three HQ diamond metallurgy holes were drilled during the period with drilling concentrating on extending and infill drilling the resource, two of the RC holes were drilled as test water bores.

Drilling had to be abandoned earlier than anticipated due to difficult ground conditions, with a decision being made to source a more suitable rig. Drilling is expected to commence later in the year when an additional rig becomes available. Despite this a number of significant intercepts were returned with assays from some nine holes being outstanding at the end of the quarter.

An updated resource estimate for C4 is anticipated during the current quarter.

## C5 Prospect

The C5 prospect consists of a bedded ~20m wide hematite zone which lies on the eastern side of the Unit C formation. Drilling has defined mineralisation over a strike length of some 600m with potential for additional mineralisation north where high grade outcrop has been observed in a similar stratigraphic position. A total of five RC holes were completed for 376m of drilling providing some infill drilling to the November 2007 block model.

## South 2

The South 2 prospect lies 20km south of the Unit B and C iron ore bodies. Mineralisation occurs within tabular goethitic hematite ore within banded iron formation variably intruded by granitoids. Drilling during the period infilled previous drilling at 100m spacing's to further define lower grade mineralisation intercepted in 2007(best intercept 47m @ 57.83 % Fe from WWRC2205). A total of 27 RC drill Holes were completed at for 1,970m. All assays were outstanding at the end of the quarter.

| Prospect | Hole ID | Northing | Easting | Az/Dip | From | To | Intercept | Fe% | SiO2% | Al2O3% | P% | LOI% |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | MGA Zone 50 | | | (M) | (M) | (M) | (%) | (%) | (%) | (%) | (%) |
| Bowerbird | WWRC1135 | 7041302 | 794430 | 90/-60 | 15 | 45 | 30 | 60.6 | 6.0 | 4.6 | 0.03 | 2.3 |
| Bowerbird | WWRC1136 | 7041301 | 794381 | 90/-60 | 12 | 19 | 7 | 57.7 | 7.8 | 5.3 | 0.04 | 4.0 |
| Bowerbird | WWRC1138 | 7041500 | 794420 | 90/-60 | 1 | 13 | 12 | 55.5 | 11.0 | 5.6 | 0.04 | 3.6 |
| Bowerbird | WWRC1141 | 7041099 | 794446 | 90/-60 | 15 | 27 | 12 | 57.1 | 9.8 | 5.0 | 0.03 | 3.1 |
| Bowerbird | WWRC1142 | 7041049 | 794437 | 90/-60 | 18 | 32 | 14 | 60.5 | 6.4 | 3.8 | 0.06 | 2.8 |
| Bowerbird | WWRC1143 | 7041001 | 794443 | 90/-60 | 13 | 23 | 10 | 62.3 | 4.9 | 3.1 | 0.05 | 2.6 |
| Bowerbird | WWRC1143 | | | | 25 | 28 | 3 | 61.7 | 7.5 | 2.4 | 0.04 | 1.5 |
| C3 | WWRC1149 | 7039901 | 792432 | 90/-60 | 18 | 34 | 16 | 61.0 | 4.3 | 2.0 | 0.14 | 5.9 |
| C3 | WWRC1150 | 7039901 | 792406 | 90/-60 | 54 | 66 | 12 | 59.8 | 4.6 | 2.6 | 0.16 | 6.6 |
| C3 | WWRC1151 | 7039898 | 792380 | 90/-60 | 36 | 52 | 16 | 60.2 | 4.7 | 1.6 | 0.08 | 7.1 |
| C3 | WWRC1151 | | | | 58 | 69 | 11 | 58.3 | 6.9 | 1.2 | 0.14 | 8.0 |
| C3 | WWRC1157 | 7039700 | 792429 | 90/-60 | 33 | 73 | 40 | 58.3 | 6.1 | 3.8 | 0.13 | 6.0 |
| C3 | WWRC1158 | 7039702 | 792380 | 90/-60 | 68 | 98 | 30 | 57.4 | 8.9 | 1.9 | 0.12 | 6.7 |
| C3 | WWRC1159 | 7040007 | 792547 | 90/-60 | 1 | 12 | 11 | 58.9 | 8.3 | 3.3 | 0.05 | 3.9 |
| C3 | WWRC1160 | 7040005 | 792424 | 270/-60 | 19 | 69 | 50 | 57.5 | 6.8 | 3.9 | 0.13 | 6.5 |
| C3 | WWRC1161 | 7040083 | 792349 | 90/-60 | 5 | 25 | 20 | 60.5 | 5.5 | 1.5 | 0.06 | 6.1 |
| C3 | WWRC1162 | 7039800 | 792454 | 270/-60 | 6 | 32 | 26 | 60.4 | 5.8 | 3.1 | 0.08 | 4.1 |
| C3 | WWRC1163 | 7039799 | 792533 | 270/-60 | 14 | 18 | 4 | 60.8 | 6.0 | 4.0 | 0.04 | 2.6 |
| C3 | WWRC1167 | 7038601 | 792651 | 90/-60 | 23 | 31 | 8 | 57.6 | 8.4 | 4.7 | 0.02 | 4.2 |
| C3 | WWRC1170 | 7038756 | 792620 | 90/-60 | 23 | 29 | 6 | 58.0 | 10.0 | 4.3 | 0.02 | 2.6 |
| C3 | WWRC1170 | | | | 69 | 74 | 5 | 58.3 | 7.8 | 2.9 | 0.06 | 5.6 |
| C3 | WWRC1171 | 7038801 | 792642 | 90/-60 | 20 | 49 | 29 | 60.7 | 7.0 | 3.7 | 0.04 | 2.3 |
| C3 | WWRC1172 | 7038850 | 792638 | 90/-60 | 24 | 80 | 56 | 60.1 | 8.1 | 2.8 | 0.06 | 2.9 |
| C3 | WWRC1173 | 7038848 | 792623 | 90/-60 | 23 | 34 | 11 | 56.7 | 13.2 | 2.2 | 0.08 | 3.1 |
| C3 | WWRC1173 | | | | 69 | 98 | 29 | 58.9 | 8.8 | 2.0 | 0.12 | 4.4 |
| C3 | WWRC1173 | | | | 107 | 111 | 4 | 60.6 | 4.9 | 1.3 | 0.21 | 6.2 |
| C3 | WWRC1174 | 7038902 | 792679 | 90/-60 | 0 | 14 | 14 | 62.8 | 5.9 | 1.7 | 0.03 | 2.4 |
| C3 | WWRC1174 | | | | 27 | 32 | 5 | 60.3 | 5.3 | 2.8 | 0.16 | 5.2 |
| C3 | WWRC1176 | 7038952 | 792675 | 90/-60 | 0 | 30 | 30 | 61.1 | 6.5 | 2.8 | 0.03 | 3.0 |
| C3 | WWRC1178 | 7039046 | 792674 | 90/-60 | 0 | 5 | 5 | 60.4 | 7.6 | 2.3 | 0.02 | 3.2 |
| C3 | WWRC1179 | 7039046 | 792659 | 90/-60 | 15 | 35 | 20 | 60.1 | 6.6 | 4.0 | 0.02 | 3.2 |
| C3 | WWRC1182 | 7039598 | 792422 | 90/-60 | 49 | 90 | 41 | 62.0 | 5.2 | 2.1 | 0.06 | 3.7 |
| C3 | WWRC1183 | 7040302 | 792383 | 270/-60 | 69 | 75 | 6 | 57.8 | 8.8 | 1.4 | 0.20 | 6.5 |
| C3 | WWRC1184 | 7040399 | 792276 | 90/-60 | 0 | 16 | 16 | 61.1 | 7.7 | 0.7 | 0.02 | 4.0 |
| C3 | WWRC1184 | | | | 38 | 65 | 27 | 60.1 | 8.3 | 1.5 | 0.05 | 3.8 |
| C3 | WWRC1185 | 7040904 | 792311 | 270/-60 | 4 | 16 | 12 | 58.5 | 6.5 | 1.6 | 0.05 | 7.9 |
| C3 | WWRC1186 | 7042199 | 792503 | 90/-60 | 4 | 44 | 40 | 60.5 | 5.8 | 1.3 | 0.19 | 5.7 |
| C3 | WWRC1187 | 7042202 | 792461 | 90/-60 | 13 | 18 | 5 | 56.1 | 9.2 | 2.7 | 0.11 | 7.4 |
| C3 | WWRC1187 | | | | 28 | 92 | 64 | 63.0 | 4.7 | 1.3 | 0.12 | 3.4 |
| C3 | WWRC1192 | 7043301 | 792765 | 90/-60 | 9 | 20 | 11 | 60.6 | 5.4 | 1.8 | 0.04 | 5.6 |
| C3 | WWRC1196 | 7044200 | 792602 | 90/-60 | 48 | 65 | 17 | 61.8 | 4.1 | 1.7 | 0.09 | 5.4 |
| C3 | WWRC1200 | 7042502 | 792477 | 90/-60 | 9 | 55 | 46 | 60.1 | 6.6 | 3.5 | 0.06 | 3.5 |

| Prospect | Hole ID | Northing | Easting | Az/Dip | From | To | Intercept | Fe% | SiO2% | Al2O3% | P% | LOI% |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | MGA Zone 50 | | | (M) | (M) | (M) | (%) | (%) | (%) | (%) | (%) |
| C3 | WWRC1200 | | | | 70 | 80 | 10 | 62.3 | 4.3 | 1.1 | 0.12 | 4.9 |
| C3 | WWRC1201 | 7042697 | 792451 | 90/-60 | 6 | 17 | 11 | 60.0 | 6.9 | 4.0 | 0.02 | 3.1 |
| C3 | WWRC1203 | 7042902 | 792502 | 90/-60 | 23 | 31 | 8 | 58.5 | 10.0 | 3.5 | 0.02 | 2.6 |
| C3 | WWRC1205 | 7040496 | 792284 | 90/-60 | 9 | 33 | 24 | 61.5 | 5.7 | 1.3 | 0.08 | 4.7 |
| C3 | WWRC1207 | 7039703 | 792550 | 90/-60 | 18 | 37 | 19 | 61.5 | 4.3 | 1.8 | 0.04 | 5.6 |
| C3 | WWRC1214 | 7038600 | 792633 | 90/-60 | 23 | 31 | 8 | 53.1 | 12.4 | 6.6 | 0.02 | 4.7 |
| C3 | WWRC1215 | 7038906 | 792722 | 270/-60 | 54 | EOH 116 | 62 | 63.0 | 3.8 | 1.3 | 0.09 | 4.4 |
| Joyners Find | WWRC2179 | 7034102 | 793957 | 90/-60 | 4 | 11 | 7 | 55.6 | 12.2 | 5.1 | 0.01 | 2.8 |
| Joyners Find | WWRC2184 | 7034600 | 794003 | 90/-60 | 45 | 50 | 5 | 66.2 | 2.4 | 1.3 | 0.02 | 0.8 |
| Joyners Find | WWRC2184 | | | | 64 | 69 | 5 | 60.1 | 5.3 | 3.8 | 0.02 | 2.1 |
| Joyners Find | WWRC2185 | 7034598 | 793961 | 90/-60 | 100 | 106 | 6 | 63.1 | 3.0 | 1.8 | 0.03 | 2.0 |
| Joyners Find | WWRC2185 | | | | 124 | 128 | 4 | 61.9 | 3.1 | 1.2 | 0.01 | 3.4 |
| Joyners Find | WWRC2186 | 7034802 | 793980 | 90/-60 | 102 | 112 | 10 | 55.8 | 8.6 | 4.4 | 0.02 | 2.2 |
| Joyners Find | WWRC2186 | | | | 131 | 136 | 5 | 59.9 | 12.3 | 0.6 | 0.08 | 0.3 |
| Joyners Find | WWRC2186 | | | | 140 | 144 | 4 | 65.9 | 1.6 | 0.9 | 0.23 | 0.4 |
| Joyners Find | WWRC2189 | 7034901 | 794082 | 90/-60 | 23 | 31 | 8 | 62.2 | 4.4 | 2.6 | 0.02 | 3.7 |
| Joyners Find | WWRC2190 | 7034900 | 794040 | 90/-60 | 38 | 44 | 6 | 67.4 | 1.6 | 1.0 | 0.02 | 0.8 |
| Joyners Find | WWRC2190 | | | | 65 | 68 | 3 | 67.0 | 1.8 | 0.8 | 0.03 | 0.8 |
| Joyners Find | WWRC2190 | | | | 72 | 77 | 5 | 68.1 | 1.0 | 0.6 | 0.02 | 0.4 |
| Joyners Find | WWRC2190 | | | | 81 | 84 | 3 | 66.4 | 1.7 | 1.2 | 0.02 | 0.6 |
| Joyners Find | WWRC2194 | 7035100 | 794134 | 90/-60 | 0 | 7 | 7 | 59.0 | 7.9 | 4.6 | 0.02 | 2.6 |
| Joyners Find | WWRC2195 | 7035100 | 794095 | 90/-60 | 39 | 51 | 12 | 63.6 | 5.6 | 2.1 | 0.04 | 1.1 |
| Joyners Find | WWRC2196 | 7035099 | 794054 | 90/-60 | 37 | 41 | 4 | 60.2 | 5.6 | 3.8 | 0.01 | 2.2 |
| Joyners Find | WWRC2196 | | | | 46 | 50 | 4 | 68.2 | 1.4 | 0.7 | 0.01 | 0.3 |
| Joyners Find | WWRC2196 | | | | 85 | 95 | 10 | 63.1 | 7.1 | 1.0 | 0.03 | 1.2 |
| Joyners Find | WWRC2197 | 7035200 | 794080 | 90/-60 | 36 | 40 | 4 | 61.8 | 6.9 | 2.7 | 0.01 | 1.3 |
| Joyners Find | WWRC2199 | 7035400 | 794139 | 90/-60 | 6 | 13 | 7 | 58.1 | 9.3 | 3.7 | 0.05 | 3.4 |
| Joyners Find | WWRC2200 | 7035400 | 794100 | 90/-60 | 26 | 30 | 4 | 64.3 | 5.7 | 1.1 | 0.04 | 1.0 |
| Joyners Find | WWRC2202 | 7035497 | 794101 | 90/-60 | 51 | 57 | 6 | 65.0 | 4.1 | 1.8 | 0.02 | 0.8 |
| Joyners Find | WWRC2203 | 7035509 | 794143 | 90/-60 | 19 | 25 | 6 | 63.4 | 4.7 | 2.1 | 0.06 | 2.0 |
| Joyners Find | WWRC2205 | 7035600 | 794090 | 90/-60 | 91 | 96 | 5 | 61.1 | 8.2 | 0.7 | 0.02 | 1.5 |
| C4 | WWRC2206 | 7045750 | 792500 | 90/-60 | 0 | 20 | 20 | 65.6 | 3.0 | 1.3 | 0.03 | 1.6 |
| C4 | WWRC2207 | 7045750 | 792460 | 90/-60 | 9 | 28 | 19 | 60.3 | 6.6 | 3.1 | 0.02 | 3.6 |
| C4 | WWRC2207 | | | | 45 | 81 | 36 | 59.9 | 11.8 | 1.2 | 0.03 | 1.1 |
| C4 | WWRC2208 | 7045750 | 792420 | 90/-60 | 25 | 71 | 46 | 62.8 | 4.6 | 2.5 | 0.04 | 2.7 |
| C4 | WWRC2208 | | | | 105 | 109 | 4 | 58.9 | 12.8 | 1.5 | 0.03 | 1.0 |
| C4 | WWRC2209 | 7045749 | 792383 | 90/-60 | 29 | 53 | 24 | 61.8 | 4.6 | 3.5 | 0.05 | 3.2 |
| C4 | WWRC2209 | | | | 80 | 116 | 36 | 63.0 | 4.8 | 2.4 | 0.06 | 2.3 |
| C4 | WWRC2210 | 7045899 | 792419 | 90/-60 | 57 | 63 | 6 | 60.1 | 10.1 | 2.0 | 0.02 | 1.5 |
| C4 | WWRC2216 | 7045651 | 792371 | 000/-90 | 0 | 180 | 180 | 58.3 | 9.2 | 2.5 | 0.06 | 4.4 |
| C3 | WWRC2217 | 7040402 | 792338 | 000/-90 | 14 | 104 | 90 | 60.1 | 5.3 | 2.7 | 0.12 | 5.5 |
| Bowerbird | WWRC2218 | 7040803 | 794396 | 000/-90 | 14 | 42 | 28 | 59.9 | 6.0 | 3.7 | 0.11 | 4.2 |

| Prospect | Hole ID | Northing | Easting | Az/Dip | From | To | Intercept | Fe% | SiO2% | Al2O3% | P% | LOI% |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | MGA Zone 50 | | | (M) | (M) | (M) | (%) | (%) | (%) | (%) | **(%)** |
| Bowerbird | WWRC2219 | 7041001 | 794437 | 000/-90 | 67 | 73 | 6 | 63.0 | 7.9 | 1.0 | 0.05 | 0.8 |
| Bowerbird | WWRC2220 | 7041402 | 794421 | 000/-90 | 16 | 65 | 49 | 65.3 | 3.0 | 2.0 | 0.03 | 1.4 |
| Bowerbird | WWRC2220 | | | | 70 | 79 | 9 | 62.6 | 7.6 | 1.6 | 0.03 | 0.9 |
| Bowerbird | WWRC2221 | 7041601 | 794385 | 000/-90 | 107 | 117 | 10 | 64.5 | 2.5 | 1.5 | 0.11 | 3.3 |
| Bowerbird | WWRC2222 | 7041702 | 794408 | 000/-90 | 46 | 51 | 5 | 63.7 | 2.8 | 2.3 | 0.07 | 3.4 |
| Bowerbird | WWRC2224 | 7041906 | 794432 | 000/-90 | 66 | 95 | 29 | 65.1 | 5.5 | 0.2 | 0.02 | 0.8 |
| C4 | WWRC2226 | 7045496 | 792440 | 000/-90 | 33 | 59 | 26 | 57.3 | 12.9 | 2.6 | 0.03 | 2.0 |
| C4 | WWRC2228 | 7045448 | 792361 | 90/-60 | 0 | 5 | 5 | 65.0 | 3.4 | 1.5 | 0.03 | 2.0 |
| C4 | WWRC2228 | | | | 22 | 35 | 13 | 62.8 | 5.8 | 1.9 | 0.03 | 2.4 |

## Proposed Exploration Program and Strategy

A total of three drill rigs are presently on site, with an additional large capacity RC drilling rig expected to arrive within weeks. This rig will **target the depth extensions** of a number of deposits, such as C4 and C3, which are still largely open at depth.
The current exploration strategy involves:

- Extensional drilling along strike and at depth to provide additional inferred resources along both B and C ridges which are at present poorly tested.

- Infill drilling on existing resources to define indicated resources. This drilling is expected to be carried out on one or more deposits concurrently.

  Recent exploration has revealed a much clearer understanding of the controls to mineralisation resulting in a significant upgrade of the project's resource potential. This increased potential is being reviewed by the Company's external consultants, who are expected to deliver a detailed report in August.

A number of key observations support this increased potential, including:

- Past assessments of the resource potential were incorrectly based on outcropping hematite mineralisation conforming to a supergene surface enrichment model

- Recent exploration has instead demonstrated that the deposits are not near-surface enriched capping; but have considerable depth and substantial widths with mineralisation in excess of 60% Fe still open at vertical depths of 200m in a number of deposits

- Recent exploration has demonstrated that larger deposits such as C3 and C4 tend to outcrop poorly

- Most exploration has until recently focused on outcropping mineralisation, which has meant other areas prospective for potentially large deposits but masked by cover have been overlooked. Recent success at the C3 deposit highlights this.

## Project Development

### Prefeasibility Study

As announced previously, the Company recently appointed leading engineering consultants Engenium Pty Ltd to undertake a detailed scoping and prefeasability ("PFS") study to determine the optimum development options for the Wiluna West Project. The results of this study are expected in December 2008. It is anticipated that the Company will proceed immediately to a definitive feasibility study on receipt of these results.

Golden West also notes that a detailed transportation study was completed by Longrun Pty Ltd during late 2007 which compared the projected transportation costs associated with exporting Wiluna West ore through the proposed Oakajee port and rail development, north of Geraldton, versus the southern port of Esperance.

The study indicated likely operating, transport and port costs were significantly more expensive compared to Oakajee. These estimates do not factor in infrastructure construction costs, or the additional cost associated with the likely need to upgrade the existing southern rail line between Leonora and Esperance or the existing iron ore handling facilities at Esperance port itself, nor do these estimates factor in the cost of the additional five days sailing time from Esperance.

Since this study was undertaken, the costs of key inputs such as transport fuel have also risen significantly, further enhancing the attraction of the Oakajee option.

Engenium will review the infrastructure studies done to date to evaluate and update the alternative infrastructure options and costs for linking the Wiluna project to the proposed Midwest regional rail system to Oakajee Port. The Wiluna West Project is 700km from the proposed Oakajee port, 25km north of Geraldton.

On 29 July 2008, Oakajee Port & Rail Pty Ltd ("OPR") was selected by the WA Government as the preferred tender to develop the Oakajee port. Golden West Resources is having discussions with OPR.

Both Yilgarn Infrastructure and OPR have indicated to GWR that they will finance a rail link to Wiluna West provided that adequate carry or pay freight contracts are put in place.

**Site Progress**

A draft submission for approval to mine a bulk sample from the B and C ridges has been completed by Keith Lindbeck & Associates and will be submitted in August 2008.

The application for the mining lease that covers the B & C ridges in the north area has been submitted and has been approved by GSWA and DOIR and is now awaiting native title sign off before being granted.. The negotiation protocol for registered native claims has been initiated and a meeting is scheduled in August with the claimants and the Central Native Title Service.

Flora and Fauna surveys have been completed for all the mining lease areas with draft report submitted and under review. Water management program is advancing with test production bores planned in the December 2008 quarter.

Stage one of the diamond drilling program for metallurgical, geotech and QA/QC testing has been completed. Metallurgical test work on the samples is in progress with initial results expected in August. This will provide the basis for determination of the potential marketing specifications. Geotech and QA/QC reports are being finalised by Snowden. Stage two drilling program will be completed in August and a stage three program involving PQ diamond holes will commence in August.

A total of 11 RC holes were drilled for some 1,277m under the supervision of KH Morgan & Associates to assist with the location of future production bores.

## Other Projects

### Uranium - Prospect E53/1159, Wiluna

During the last quarter air-core drilling was carried out at E53/1159 with a number of anomalous uranium intercepts being returned. Two holes, some 138m apart intercepted uranium mineralisation >100ppm with a maximum of 183ppm. The Hinkler Well Deposit of U3O8 lies north-east and along strike has some 51.5mt @ 163ppm U3O8 for 8400tonnes of U3O8. Based on the anomalous values below all of the remaining samples have been dispatched to the Laboratory for analysis with results expected next quarter.

**Anomalous U Assay Results**

| Hole ID | MGA North | MGA East | From | To | Intercept | U ppm | U3O8 ppm |
|---|---|---|---|---|---|---|---|
| WWAC9017 | 7010218.56 | 795099.03 | 1 | 2 | 1 | 107 | 126.17 |
| WWAC9024 | 7010080.00 | 794750.00 | 4 | 7 | 3 | 91.14 | 107.78 |
| | | ***Includes*** | ***6*** | ***7*** | | ***183*** | ***215.79*** |
| WWAC9026 | 7009998.66 | 794750.04 | 4 | 5 | 1 | 45.4 | 53.54 |

***Conversion U to U3O8 (multiply U by 1.1792)***

### Gold - Doherty's Project (M53/619)

The Doherty's project is located in the Barrambie Greenstone Belt approximately 100 kilometres south west of the Wiluna West project. The project contains an indicated resource of 25,700 tonnes at 23.8 g/t Au for a contained 20,430 ounces of gold.

A review of all previous geological data has been completed and drilling has confirmed the down-plunge continuation of the mineralisation to the north.

No further work has been done on this tenement this quarter.

## Corporate

On the 12 June 2008, Fairstar Resources Limited closed its scrip takeover offer for the Company. Fairstar is the Company's largest shareholder with an interest of approximately 23%.

On the 4 April 2008, Portman Limited announced it had acquired a substantial shareholding in Golden West of approximately 10%. By the end of the Quarter, Portman had increased its stake further to 19.9%.

Portman has since requested a shareholders meeting at which it proposes to put forward resolutions to remove two of Golden West's existing directors, Executive Chairman Con Markopoulos and Exploration Director Mick Wilson, and appoint two nominees of its own choosing, which would include Portman's current Managing Director Richard Mehan.

The meeting will be held at 2.00pm on Friday 29 August 2008 in the Swan Room of the Parmelia Hilton Hotel in Perth.

The Company also continues to attract strong interest from parties interested in becoming a cornerstone investor. Golden West remains well funded, but in light of the current volatility of equity markets, will consider opportunities to raise additional capital as they become available.

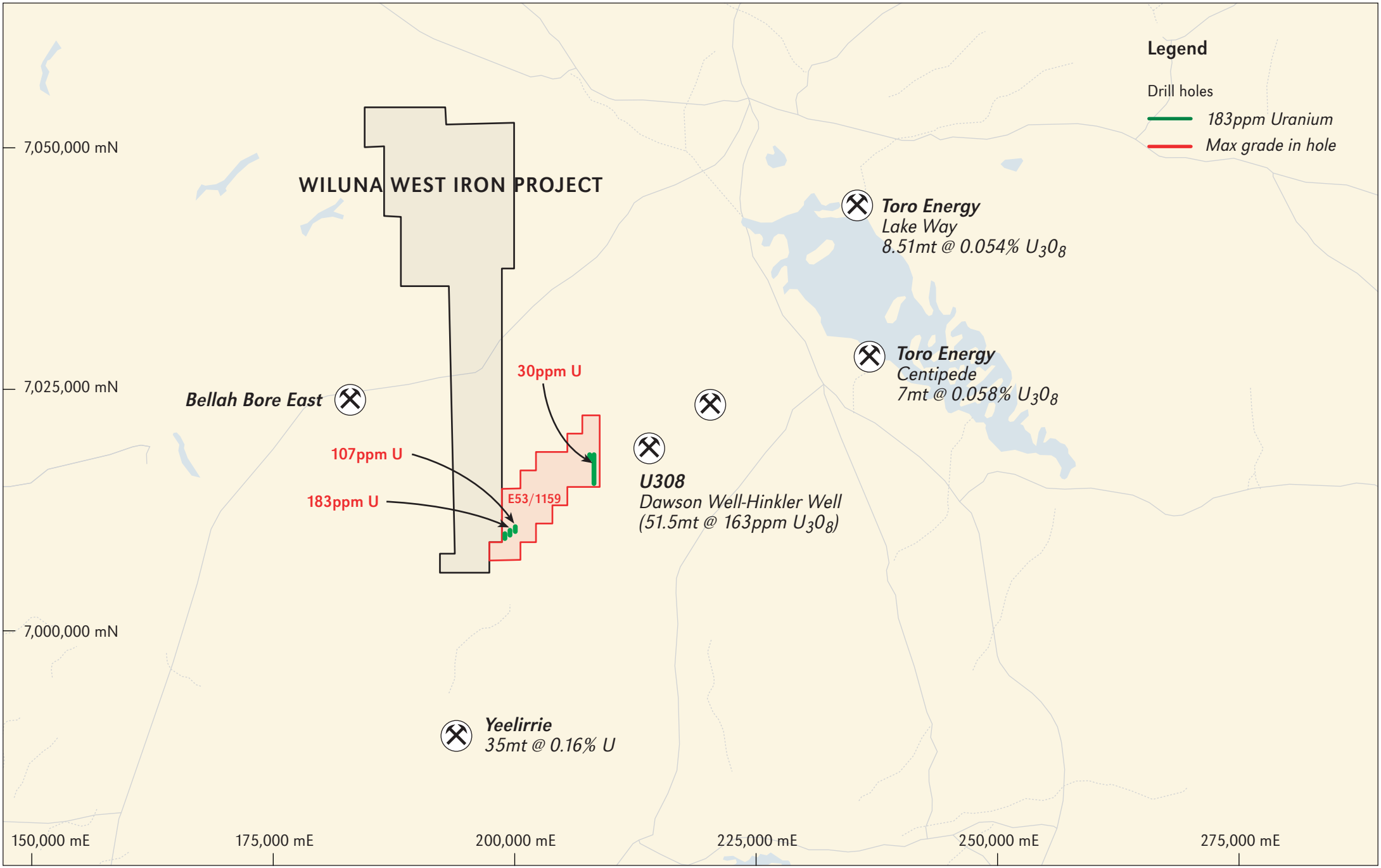
Consequently, the Company is also seeking shareholder approval at the meeting on 29 August to place up to 25,000,000 new shares and 25,000,000 options to provide it with the flexibility to take advantage of opportunities to secure such funding as they arise.

The Company has also previously announced it was negotiating to purchase two mining tenements within the Wiluna West project area, which would enable the Company to fully optimize access to, and development of, certain iron ore resources at Wiluna West. These negotiations were concluded subsequent to the end of the quarter. Subject to shareholder approval at the meeting on 29 August 2008, these tenements will be acquired for a cash consideration of $5 million and the issue of 5 million ordinary shares in Golden West. An independent valuation by Al Maynard & Associates, an executive summary which was included in the Explanatory Memorandum to the Notice of Meeting, determined the sale as proposed to be beneficial to both GWR and the vendor. The terms and conditions of the proposed acquisition are also detailed in the Explanatory Memorandum. Based on Golden West's closing price at the time the Explanatory Memorandum was finalized, the total consideration for the acquisition was approximately $12.5 million, compared to the assessed $18.2 million value of the tenements to Golden West determined by Al Maynard & Associates.

For further Information: Golden West Resources Limited Suite 6, 136 Main Street, Osborne Park, Western Australia 6017
Phone: +61 9 9201 9202 Fax: +61 9 9201 9203 Email: admin@goldenwestresources.com Web address: www.goldenwestresources.com

*Competent Person's Statement*

*The information in this Public Report that relates to Mineral Resources is based on, and accurately reflects, the information compiled by Mr Alan Rudd who is a Director of Golden West Resources Limited and a member of the Australian Institute of Geoscientists. Mr Rudd has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activities undertaken to qualify as Competent Persons as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Rudd consents to the inclusion in this report of the matters based on the information in the form and context in which it appears.*




WILUNA WEST PROJECT

Uranium Prospect

GoldenWest RESOURCES LIMITED

*Rule 5.3*

# Appendix 5B

## Mining exploration entity quarterly report

Introduced 1/7/96. Origin: Appendix 8. Amended 1/7/97, 1/7/98, 30/9/2001.

Name of entity

Golden West Resources Limited

| ABN | Quarter ended ("current quarter") |
|---|---|
| 54 102 622 051 | 30 June 2008 |

### Consolidated statement of cash flows

| | | Current quarter $A'000 | Year to date (12 months) $A'000 |
|---|---|---|---|
| **Cash flows related to operating activities** | | | |
| 1.1 | Receipts from product sales and related debtors | -- | -- |
| 1.2 | Payments for (a) exploration and evaluation | (3,695) | (12,547) |
| | (b) development | -- | -- |
| | (c) production | -- | -- |
| | (d) administration | (1,426) | (4,496) |
| 1.3 | Dividends received | -- | -- |
| 1.4 | Interest and other items of a similar nature received | 224 | 613 |
| 1.5 | Interest and other costs of finance paid | -- | -- |
| 1.6 | Income taxes paid | -- | -- |
| 1.7 | Other (Takeover Costs) | (284) | (2,361) |
| | Other (Fines) | -- | (71) |
| | Other (Security Bonds) | -- | (25) |
| | Other (GST) | (138) | 101 |
| | Other (Fuel Credits) | 15 | 74 |
| | **Net Operating Cash Flows** | (5,304) | (18,712) |
| | **Cash flows related to investing activities** | | |
| 1.8 | Payment for purchases of: (a)prospects | (770) | (920) |
| | (b)equity investments | -- | -- |
| | (c) other fixed assets | (306) | (738) |
| 1.9 | Proceeds from sale of: (a)prospects | -- | -- |
| | (b)equity investments | -- | -- |
| | (c)other fixed assets | -- | 11 |
| 1.10 | Loans to other entities | -- | -- |
| 1.11 | Loans repaid by other entities | -- | -- |
| 1.12 | Other (provide details if material) | -- | -- |
| | **Net investing cash flows** | (1,076) | (1,647) |
| 1.13 | Total operating and investing cash flows (carried forward) | (6,380) | (20,359) |

+ See chapter 19 for defined terms.

| | | | |
|---|---|---|---|
| 1.13 | Total operating and investing cash flows (brought forward) | (6,380) | (20,359) |
| | **Cash flows related to financing activities** | | |
| 1.14 | Proceeds from issues of shares, options, etc. | 100 | 38,596 |
| 1.15 | Proceeds from sale of forfeited shares | -- | -- |
| 1.16 | Proceeds from borrowings | -- | -- |
| 1.17 | Repayment of borrowings | -- | -- |
| 1.18 | Dividends paid | -- | -- |
| 1.19 | Other (capital raising costs) | (37) | (2,466) |
| | **Net financing cash flows** | 63 | 36,130 |
| | **Net increase (decrease) in cash held** | (6,317) | 15,771 |
| 1.20 | Cash at beginning of quarter/year to date | 29,384 | 7,296 |
| 1.21 | Exchange rate adjustments to item 1.20 | | -- |
| 1.22 | **Cash at end of quarter** | 23,067 | 23,067 |

## Payments to directors of the entity and associates of the directors
## Payments to related entities of the entity and associates of the related entities

| | | Current quarter $A'000 |
|---|---|---|
| 1.23 | Aggregate amount of payments to the parties included in item 1.2 | 297 |
| 1.24 | Aggregate amount of loans to the parties included in item 1.10 | -- |

1.25 Explanation necessary for an understanding of the transactions

All payments relating to Directors and Associates were on normal commercial terms.

## Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

--

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

--

+ See chapter 19 for defined terms.

## Financing facilities available

*Add notes as necessary for an understanding of the position.*

| | | Amount available $A'000 | Amount used $A'000 |
|---|---|---|---|
| 3.1 | Loan facilities | -- | -- |
| 3.2 | Credit standby arrangements | -- | -- |

## Estimated cash outflows for next quarter

| | | $A'000 |
|---|---|---|
| 4.1 | Exploration and evaluation | 4,680 |
| 4.2 | Development | -- |
| | **Total** | **4,680** |

# Reconciliation of cash

| Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows. | | Current quarter $A'000 | Previous quarter $A'000 |
|---|---|---|---|
| 5.1 | Cash on hand and at bank | 688 | 3,554 |
| 5.2 | Deposits at call | 22,379 | 25,830 |
| 5.3 | Bank overdraft | -- | -- |
| 5.4 | Other (provide details) | -- | -- |
| | **Total: cash at end of quarter** (item 1.22) | 23,067 | 29,384 |

## Changes in interests in mining tenements

| | | Tenement reference | Nature of interest (note (2)) | Interest at beginning of quarter | Interest at end of quarter |
|---|---|---|---|---|---|
| 6.1 | Interests in mining tenements relinquished, reduced or lapsed | | | | |
| 6.2 | Interests in mining tenements acquired or increased | E53/1089<br>M53/1078 | Joint venture<br>Joint venture | 0%<br>0% | 60%<br>60% |

+ See chapter 19 for defined terms.

## Issued and quoted securities at end of current quarter

*Description includes rate of interest and any redemption or conversion rights together with prices and dates.*

| | | Total number | Number quoted | Issue price per security (see note 3) (cents) | Amount paid up per security (see note 3) (cents) |
|---|---|---|---|---|---|
| 7.1 | **Preference +securities** *(description)* | | | | |
| 7.2 | Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions | | | | |
| 7.3 | **+Ordinary securities** | 110,415,763 | 110,415,763 | | |
| 7.4 | Changes during quarter (a) Increases through issues Rights Issue Listed Options Exercised Unlisted Options Exercised | 250,000 | 250,000 | $0.40 | $0.40 |
| | (b) Decreases through returns of capital, buy-backs | | | | |
| 7.5 | **+Convertible debt securities** (*description)* | | | | |
| 7.6 | Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted | | | | |
| 7.7 | **Options** *(description and conversion factor)* | 14,513,879<br>8,750,000<br> | --<br>--<br>-- | *Exercise price*<br>$2.00<br>$3.00 | *Expiry date*<br>31 December 2010<br>31 December 2011 |
| 7.8 | Issued during quarter | | | | |
| 7.9 | Exercised during quarter | 250,000 | -- | $0.40 | 30 June 2008 |
| 7.10 | Expired during quarter | | | | |

+ See chapter 19 for defined terms.

| | | | |
|---|---|---|---|
| 7.11 | **Debentures** *(totals only)* | | |
| 7.12 | **Unsecured notes** *(totals only)* | | |

## Compliance statement

1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).

2 This statement does give a true and fair view of the matters disclosed.

Sign here: ..... Date: .....
(Director/Company secretary)

Print name: Mr Con Markopoulos

## Notes

1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.

2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.

3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.

4 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.

5 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

== == == == ==