

Shaw River Resources Limited

(ASX Code SRR)

Note: Investment in shares of Shaw River Resources Limited should be considered Speculative. Investors should seek appropriate advice before making a decision to invest in Shaw River Resources Limited (see page 5).

Key Investment Points

- ◆ Company has acquired the large (4,975km²) prospective multi-commodity (non-iron) portfolio of Atlas Iron (formerly Atlas Gold) Limited.
- ◆ Atlas Iron has retained a cornerstone holding of 36% of the Company with representation on the Company's board.
- ◆ Company will be strongly focused on gold and base metal exploration programs at *Farrel Well*, *Mt Minnie* and *Hedland* within the Pilbara Region.
- ◆ The Company's projects are viewed as a quality selection of exploration prospects which have had substantial (\$4 million) value-adding expenditure undertaken on them by Atlas Iron over the last 2 years.
- ◆ Exploration team contains key staff with considerable knowledge of and a record of exploration success in the Pilbara region .

FARREL WELL GOLD & BASE METAL PROJECT:

- ◆ Recent exploration has highlighted the Project as prospective for a number of different types of deposit hosting gold, base metals (lead zinc silver copper), nickel and chromite.
- ◆ Exploration at the Project, which was the main focus for Atlas in 2005, has highlighted a number of priority targets which the Company plans to drill test in 2007.
- ◆ Shallow gold Intercepts from prospects of interest which will be drill tested include:

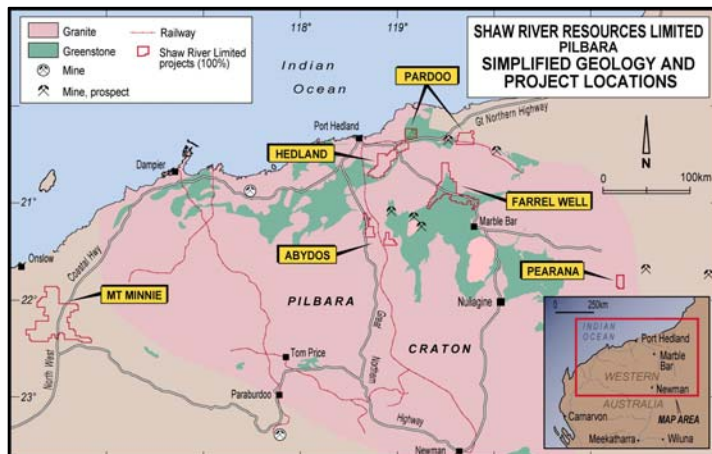
<i>Dom's Hill</i>	5 metres@ 3.45gpt from 32 metres
<i>NE Zone</i>	1 metre @ 7.00gpt from 4 metres
<i>Graeme</i>	4 metres@ 5.95gpt from 27 metres
<i>Morgan</i>	1 metre @ 14.40 gpt from 38metres
<i>Lukangus</i>	2 metres @ 1.14gpt from 12 metres

- ◆ A number of distinctly anomalous, but under-explored, prospects at the Project which will also be looked at include the *Edsel* base metal VHMS target, *Pear Creek* intrusion (2% nickel in rockchips), and the *Gorge Range* prospect (Cu, Ag, Au).

MT MINNIE COPPER GOLD & URANIUM PROJECT:

- ◆ Previously held by a major mining house, the Project is considered prospective for large iron oxide copper gold uranium (IOCGU) styles of mineralisation similar to Olympic Dam and Prominent Hill. and for roll front uranium deposits similar to Paladin Resources' Manyingee uranium deposit located 6km to south of Mt Minnie.
- ◆ IOCGU targets over coincident magnetic and gravity highs include: *Seahorse*: 2 metres @ 0.28gpt Au from 22 metres and 2 metres @ 0.23gpt Au from 16 metres. Plus anomalous Cu, As, U. and *Mussel*: rockchips up to 28.8% Cu and 10ppb Au.
- ◆ Multiple palaeochannels have been identified across the tenement which are considered prospective for further sandstone hosted roll front uranium deposits.

Project Locations



HEDLAND GOLD & BASE METAL PROJECT:

- ◆ Project located on and between the highly prospective Mallina and Tabba Tabba shears which are considered to have been key contributing structures for the emplacement of a number of recent gold and base metal discoveries by De Grey Mining Limited at Turner River, Indee, Wingina Well, Orchard Well and Supply Well.
- ◆ Company's tenement holdings are located immediately along strike of the De Grey base metal and gold discoveries.
- ◆ Important De Grey intercepts include:
16 metres@ 1.19gpt Au and 167gpt Ag, 0.16% Cu, 1.81% Pb, and 3.79%Zn from 165 metres; and
21 metres @ 1.08 gpt Au, 137gpt Ag, 0.08% Cu, 2.10%Pb and 4.65% Zn.

Capital Structure

Issue Price of Ordinary Shares (cents)	20.00
Issued capital (million shares)*	61.70
Total Options on issue (unlisted) (million)**	6.40
Board & Management convertible note/options (million)	0.88/5.40
Market Cap at 20 cents per share: (A\$ million)	12.34

* 22.5 million Shares held by Atlas Iron (vendor) are escrowed for 24 months. 9.20 million seed shares escrowed 75% for 12 months and 25% freely tradable.

** Options exercisable on or before 30 Nov. 2011 at 20 Cents.

Directors:

Mr. Richard Cullen (Chairman)
Mr. Vincent Algar (Managing Director)
Mr. David Flanagan (Non Executive Director)
Mr. Denis O'Meara (Non Executive Director)

Company Background

Shaw River Resources Limited ("Shaw River" or "the Company") is a recently listed junior explorer which has been formed to explore a portfolio of six highly prospective projects within the Pilbara Region of Western Australia. The Projects have a multi-commodity theme (gold, nickel, uranium, base metals) with a strong initial focus on gold and base metals.

Atlas Iron Limited (formerly Atlas Gold) made a corporate decision in mid 2006 that it was to shift focus and solely concentrate on iron ore exploration and development following significant success at its Pardoo iron project near Port Headland.

To give its substantial non-iron ore asset portfolio the appropriate attention, Atlas Iron decided to divest the portfolio into a new entity wherein new funds could be raised specifically for the Projects. The asset portfolio was subsequently 'spun out' into Shaw River. Atlas Iron has retained 22.5 million shares as vendor consideration for the divestment and plans to continue to be a cornerstone shareholder for the foreseeable future with Atlas Iron Managing Director David Flanagan a non-executive director of the Company.

The portfolio and its extensive database is seen as an excellent *starting block* opportunity for the Company to continue exploration on the key projects within the portfolio, noting the considerable value-add expenditure that Atlas undertook on some of the projects, estimated to be in the region of \$4 million. The result has been the generation of some early exciting targets that will be drill tested at Farrel Well and Mt Minnie.

Shaw River may be a new company but its directors and management have considerable exploration experience. In particular we note Mr. Denis O'Meara and Mr. David Flanagan's involvement in successful exploration in the Pilbara region, being associated with a number of multi-commodity discoveries in the region.

Planned Exploration and Expenditure

The Company has detailed exploration plans and expenditure totaling \$4.01 million for two years (\$2.12million in year 1 and \$1.89 million in year 2). The majority of initial expenditure is scheduled for the Farrel Well and Mt Minnie projects.

We note that in line with most other junior exploration companies, expenditure will be increased beyond the planned total of \$4.01 million following delivery of good results in the Company's early phases of exploration.

Projects Overview

Shaw River has a total of six exploration projects covering 4,975km² of ground within the Pilbara and Ashburton regions of North West Western Australia. The Company's projects include :

- Farrel Well** (gold, nickel, chromite and base metals.)
- Mt Minnie** (copper gold and uranium)
- Hedland** (gold and base metals)
- Pardoo** (gold and base metals)
- Abydos** (nickel)
- Pearana** (copper)

Both regions are considered as emerging mineral provinces with most exploration historically undertaken on the regions' prolific iron ore endowment. More recently, explorers have started to acknowledge the regions significant gold and base metal prospectivity and a re-emergence of the region as a gold and base metals province is occurring.

Significant Database with Projects Considered an Advantage

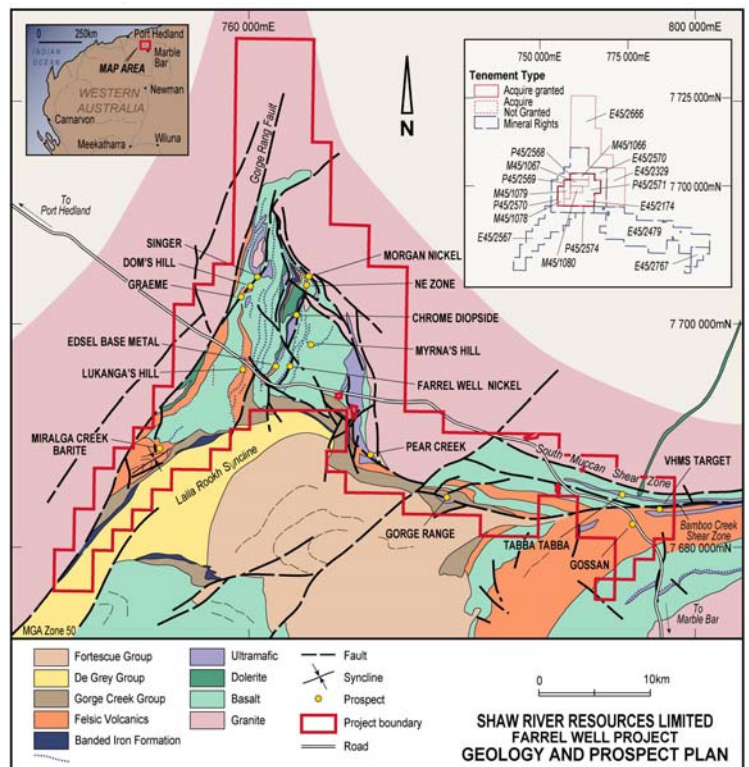
The asset portfolio comes with a large amount of physical and digital data in the form of a modern day comprehensive drilling database with extensive Geographical Information System (GIS) data. The database set up and maintained to high standards by Atlas Iron represents a significant investment by that company and provides Shaw River with an excellent starting point to commence exploration. The database has already been responsible for the generation of a number of walk up drill targets at Farrel Well and Mt Minnie which will be drill tested in the near term.

Projects in Detail

Farrel Well Gold & Base Metal Project:(SRR 100%)

Considered by us as the Company's flagship project and previously the flagship non-iron project of Atlas Iron.

Location and Tenure: The Farrel Well project is located approximately 100 kilometres southeast of Port Hedland in the Pilbara region of Western Australia. Access to the Project is excellent via the sealed Marble Bar highway which traverses the project area. The 18 tenements covering the Farrel Well project cover 742 km².



Mineralisation: The project is recognised as being prospective for a number of different styles of mineralisation hosting differing commodities in differing styles of deposits. Previous exploration by Atlas Iron has highlighted the potential of the project to host Archean lode gold deposits similar in style to the historical Lynas Find deposit and / or shear hosted deposits such as Turner River or Wingina Well. In addition the Project is considered prospective for volcanogenic-hosted massive sulphide (VHMS) deposits such as Panorama and or layered mafic intrusion related nickel -copper-PGE mineralisation similar to the Radio Hill mine.

Exploration Potential: Farrel Well was a major focus for Atlas Iron in 2005 where it undertook extensive reconnaissance exploration activities including mapping, soil sampling (10,626 samples), electromagnetic geophysics and drilling 105 holes for 7,416metres.

The company reported a number of significant prospects including:

Dom's Hill 5 metres @ 3.45gpt Au from 32 metres.

NE Zone 1 metre @ 7.00gpt Au from 4 metres which is associated with a poorly tested 2500 metre soil anomaly.

Graeme 4 metres @ 5.95gpt Au from 27 metres contained within a poorly tested 300 by 120 metre long high order soil anomaly with anomaly peak values up to 0.48gpt Au.

Morgan 1 metre @ 14.40 gpt Au from 38metres. Located parallel to NE Zone, this is one of four gold intersections within a 200 by 100 soil anomaly.

Lukangus 2 metres @ 1.14gpt Au from 12 metres supported by a 500 by 300 metre gold in soil anomaly which remains open to the south.

Coongan Siding prospective for Pb and Zn.

Gorge Range prospective for Cu-Ag-Au.

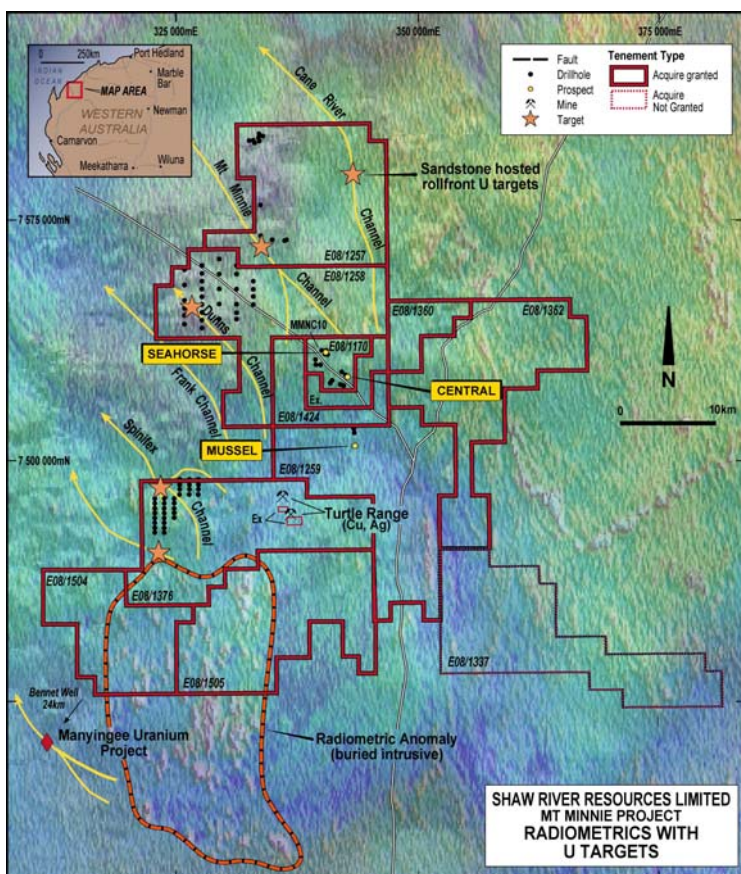
Pear Creek Intrusion prospective for nickel (rock chips up to 2% nickel historically reported).

Edsel prospective for VHMS base metals.

The Company plans to drill test the majority of these prospects within the first year of listing.

MT MINNIE COPPER GOLD URANIUM PROJECT: (SRR 100%)

Location and Tenure: The Mt Minnie project is located approximately 200 kilometres southwest of Karratha and 90km east of Onslow in the Ashburton district of Western Australia. Access to the Project is good via graded gravel tracks off the sealed North West Coastal Highway to the south. The nine Mt Minnie tenements cover ground totalling 1843 km².



Mineralisation: Mt. Minnie is recognised as being prospective for two distinct types of mineralisation: firstly iron oxide copper gold uranium (IOCGU) deposits similar in style to Olympic Dam and Prominent Hill deposits in South Australia (38Moz Au & 30Mt Cu and

1.9Moz & 1.5Mt Cu respectively). The second style of mineralisation is palaeochannel sandstone-hosted roll front uranium deposits similar in style to Paladin Resources Manyingee uranium deposit (12Mt grading 0.08% U₃O₈). and the recent Bennet Well roll front uranium discovery held by Scimitar Resources, both on adjacent tenements immediately to the south.

Exploration Potential: The Mt Minnie tenements are situated on the western end of a zone of intense thrusting and faulting which marks the southern edge of the Pilbara Craton. This 'hinge zone' is believed responsible for the emplacement of the gold and base metal in the 'Ashburton Structural corridor'.

Held in the 1980's by Western Mining Corporation the Project was recognised and targeted for IOCGU mineralisation. The exploration yielded a number of second order targets, some of which were drill tested. The results were encouraging and supported the IOCGU model for the area. Reconnaissance results included:

Central Zone: 8 metres grading 0.24gpt Au from 12 metres with anomalous Cu and Au reported throughout the whole length of the 48 metre hole;

The Company has identified two IOCGU targets it wants to specifically test:

Seahorse: 2 metres @ 0.28gpt Au from 22 metres and 2 metres @ 0.23gpt Au from 16 metres. Plus anomalous Cu, As, U. and
Mussel: rockchips up to 28.8% Cu and 10ppb Au.

The Company is undertaking a re-evaluation of all of the available data and information for Mt Minnie including satellite and air photo imagery in addition to geophysical and drill data to refine the target areas prior to deeper drilling at the prospects. We anticipate drilling to commence third quarter of CY2007.

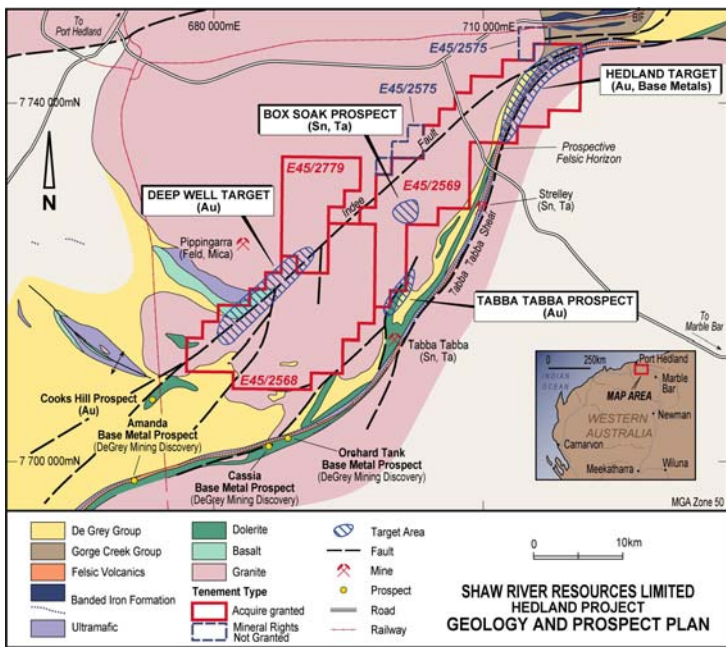
In addition to targeting IOCGU prospects, the Company plans to generate and drill test targets associated with the various palaeochannels that transect the property and believed prospective for sandstone hosted roll front uranium mineralisation. Drill testing of these palaeochannels is planned in the second quarter of CY2007.

HEDLAND GOLD & BASE METAL PROJECT (SRR 100%)

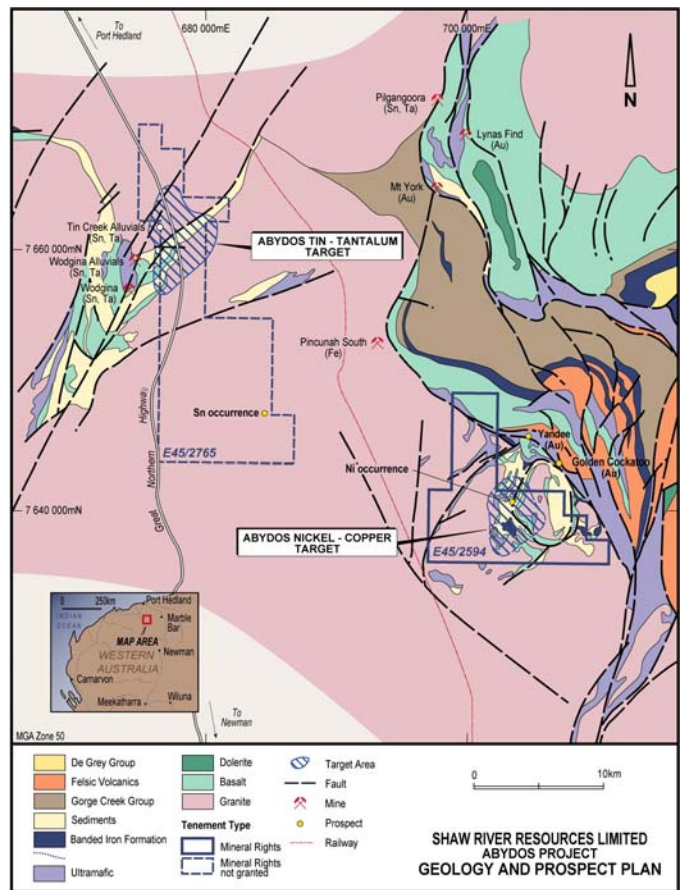
Location & Tenure: The Company's Hedland Project is located approximately 42 kilometres southeast of the township of Port Hedland. Access to the Project is excellent with the sealed Great Northern Highway traversing the Project. The Project consists of three granted Exploration Licences, and one Exploration Licences application covering a total of 165km².

Mineralisation: The Project is located predominantly on and between two very important large regional crustal structures named the Mallina and Tabba Tabba Shears. These shears and their associate splay structures are believed to have been very important acting as conduit feeder systems to the various gold and base metal fluids that formed the various deposits recently discovered by De Grey Mining Limited at Turner River, Indee, Wingina Well, Supply Well and Orchard Well on the adjacent ground immediately along strike of the Tabba Tabba Shear zone.

Exploration Potential: The Project is considered to be highly prospective for VHMS style gold and base metal deposits in addition to shear hosted deposits. The immediate proximity of the various discoveries that De Grey Mining have recently made immediately along strike of Shaw River's ground provides for strong encouragement that there is good potential for further discoveries. Shaw River has 14km of the Tabba Tabba shear zone within its tenement boundaries. A number of recent intercepts by De Grey Mining Limited (16 metres @ 1.19gpt Au and 167gpt Ag, 0.16% Cu, 1.81% Pb, and 3.79%Zn from 165 metres. and; 21 metres @ 1.08gpt Au, 137gpt Ag, 0.08% Cu, 2.10% Pb and 4.65% Zn) highlight strongly the prospectivity of the Hedland project.



The Company plans to undertake soil sampling, geophysics and shallow reconnaissance RAB drilling to identify RC drill targets on what is almost completely unexplored ground.



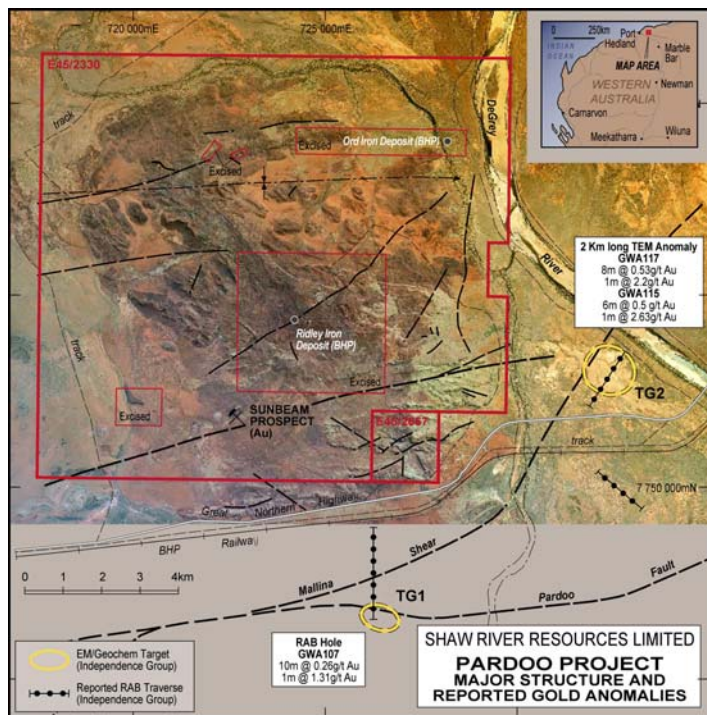
Other Projects Within the Shaw River Portfolio

PARDOO GOLD & BASE METAL PROJECT: (SRR 100%)

The Pardoo Project lies 50km east of Port Hedland. The Project comprising of two granted exploration licences, one application and three mining lease applications, is considered prospective for gold, nickel and VHMS styles of gold and base metal mineralisation. The Company notes work on the adjacent tenement by the Independence Group 3km away has reported a reconnaissance intercept of 1metre @ 4.28gpt Au. Atlas Iron reported an anomalous BLEG gold sample at Sunbeam prospect requiring follow up. The Project is also considered prospective for nickel sulphides similar to the Highway deposit 35km to the east northeast.

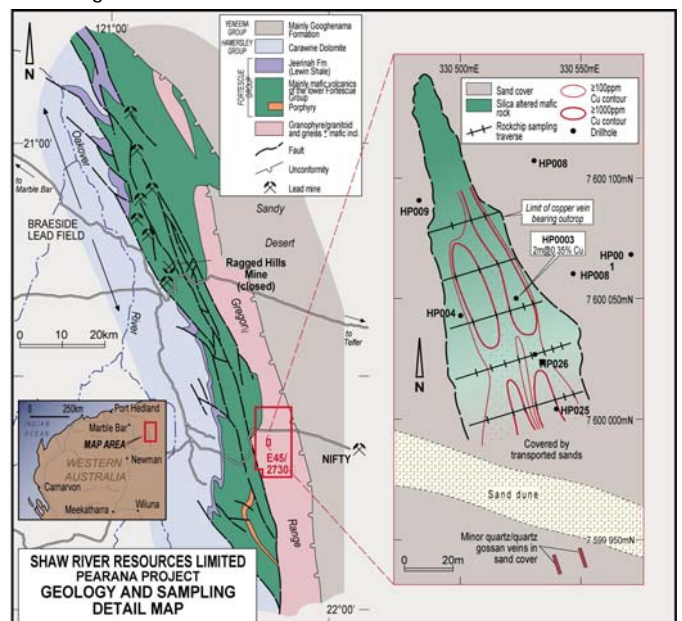
Within the Project area a 1km long 200 metre wide occurrence of gossanous ironstone occurs which has had historically reported anomalous nickel within rock chips assaying up to 6.7% Ni. Shaw River plans to undertake further rock chip sampling and mapping before identifying potential drill targets.

The Project is also considered prospective for Archean lode gold deposits, VHMS base metal deposits and being only 4km from the Wodgina Tantalum Mine, prospective for tin and tantalum mineralisation.



PEARANA COPPER PROJECT: (SRR 100%)

Located on the eastern margin of the Pilbara Craton, the Project consisting of one exploration licence application covering 140km² is believed to contain the same rock sequences that host the Telfer gold deposit and the Nifty copper mine located 20km to the west. The Project was pegged following the discovery in 1999 of copper mineralisation grading up to 1% in veins in gabbro. The mineralisation will be the initial focus for the Company when the tenement is granted.



ABYDOS NICKEL PROJECT: (SRR 100%)

The Abydos project is located 110km south of Port Hedland straddling the Newman Highway and railway line. Comprising of two exploration licences the Project is considered predominantly prospective for ultramafic hosted nickel sulphide deposits.

Director Profiles

Mr. Richard Cullen , *Chairman LLB, BSc*

Mr. Cullen has operated a private law practice for 31 years and has held senior positions in other law firms. He has acted as advisor and director to a number of public and private companies. He is currently a commissioner of the Legal Aid Commission of WA and has been a member of a number of Law Society and Law Council of Australia committees since 1980. He helped found the law firm Cullen Babington Hughes in 2004 and has been managing partner since then.

Mr. Vincent Algar, *Managing Director BSc (Hons) MAusIMM, Grad Dip Finsia.*

Mr. Algar is a geologist with 16 years experience in mining operations, exploration and project development in Western Australia and South Africa. From 1989 Mr Algar worked in the Witwatersrand gold mining industry with JCI as a geologist on various operating gold mines before joining Resource Service Group (RSG) in Perth in 1996. Whilst at RSG Mr Algar also worked as a resource consultant in an auditing capacity providing independent geological verification for mining companies and financial institutions. In 1998 Mr Algar worked as an independent resource consultant with McDonald Speijers Consulting before joining the Surpac Minex Group in 2000. Mr Algar spent over six years at Surpac where he became the Australian Divisional Manager of a team of 20 mining professionals managing a budget of A\$8m in revenue and over 300 mining, exploration and consulting company customers.

Mr. David Flanagan *Non Executive Director BSc (Geology), MAusIMM, MAICD*

Mr. Flanagan is currently the Managing Director of Atlas Iron Limited. He is a geologist with extensive experience in mining operations, exploration and project development in Western Australia, Indonesia and West Africa. Graduating in 1993 David

joined Resource Service Group (RSG) in 1995 after working for Normandy at the Fimiston Open Pit Operations. Whilst with RSG he was seconded to Gencor's Bogosu operation as Chief Exploration Geologist. Whilst at RSG Mr Flanagan also worked in an auditing capacity providing independent geological verification for financial institutions. In 1999 Mr Flanagan joined Gindalbie Gold NL, holding the position of Exploration Manager from 2001-2004. Mr Flanagan is also a councillor of the Association of Mining and Exploration Companies (AMEC).

Mr. Denis O'Meara, *Non Executive Director JP, AMAusIMM*

Mr. O'Meara is a prospector and founder of De Grey Mining Ltd and has a lifelong involvement in mining, prospecting and exploration. Mr O'Meara has been involved in several major resource and exploratory discoveries in Western Australia including Miralga Creek, Sulphur Springs, Gorge Range, Indee and Pearana (Pilbara), Mt Minnie, Beyondie Bluff (Ashburon), Horans Dam (Kalgoorlie), Triangle Bore (Mt Magnet) and Weld Range (Murchison). Mr O'Meara has served as an Executive Councillor of AMEC, a board member of AGIC (Australian Gold Industry Council) for its 10 year duration and board member of the Port Hedland Port Authority. He also received a National Outstanding Achievement Award - Greening Australia, 1991 and served as a board member of the Kings Park and Botanical Gardens, Perth, 1994 - 1996. Awarded AMEC Prospector of the Year in 2004 jointly with geologist Geoff Blackburn.

Risks Associated with Investment In Shaw River Resources Limited

Potential investors need to be aware that investment in Shaw River Resources Limited, like all investments in junior resource companies, is of a highly speculative nature. Normal share market risk conditions apply including commodity prices, currency fluctuations, sentiment, supply and demand and general economic outlook. Normal exploration, development and production risks also apply as well as operating, environmental, and Native Title risks.

Disclosure Disclaimer & Warning

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Ian Spence

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