

Mt Woods Copper-Gold Discovery

17th May 2006

Goldstream is pleased to announce the discovery of a new zone of copper-gold mineralisation on its 100% owned Mt Woods project, south east of Coober Pedy in South Australia. The discovery is located within the highly prospective Mt Woods Inlier, 50km northwest of the Prominent Hill deposit.

Reconnaissance RAB drilling, as part of the Black Hills programme, intersected a zone of copper-gold mineralisation, including 22m @ 0.3%Cu and 0.1g/t Au in hole MWRAB081. The anomalous zone, which is open to the east and west, is approximately 400m wide and has been traced over 1.2km of strike. This anomaly occurs on the end of 3 RAB drill traverses (Figure 1) with analytical results from traverses to the east, yet to be received. The iron and rare earth geochemistry in association with the copper and gold is typical of the regional Hiltaba IOCG mineralising event.

The RAB drill programme was designed to investigate magnetic and gravity features associated with an interpreted regional iron enrichment structure. A total of 138 vertical drill holes for 4,769 metres, were drilled at 100m centres along 400 to 800m spaced traverses. This reconnaissance style drilling is limited to shallow testing of the weathered zone and is unable to penetrate to fresh bedrock. Samples were collected and logged at 1m downhole intervals for the entire hole, and composited over 4m intervals for assay in the bedrock zone.

Drillhole MWRAB081 intersected 18m of transported cover sediments before intersecting 22m of weathered mineralised bedrock. Assay values show increasing grade at depth with the hole terminating in mineralisation at blade refusal. The adjacent hole MWRAB080, 100m to the south, penetrated 22m of cover sediments before also intersecting 7m of weathered mineralised bedrock (see table).

Hole (MWRAB)	Depth From (m)	Width (m)	Au (ppb)	Cu (ppm)
081	18	4	81	3526
	22	4	94	3072
	26	4	59	1822
	30	4	84	1972
	34	4	180	4185
	38	2	240	3463
080	22	4	9	970
	26	3	13	918

Goldstream is very encouraged by the results from the RAB program. This discovery will be followed up as a matter of priority by extending the RAB drill coverage and by preliminary RC drill testing of the primary zone during the next drilling program scheduled to commence in late June.



DUNCAN MCBAIN
MANAGING DIRECTOR

Information in this announcement relating to exploration results is based on data compiled by Bianca Manzi who is a Member of the Australian Institute of Geoscientists, and who is a full-time employee of the Company. Bianca Manzi has sufficient relevant experience to qualify as a Competent Person under the 2004 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves. Bianca Manzi consents to the inclusion of the data in the form and context in which it appears.

