



ASX Release

7 January 2010

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CSE

Drilling Update at Einasleigh

Highlights

- Drilling in progress at targets in the Einasleigh area
- Assay results from current drilling are limited to a few holes at Kaiser Bill. Best results are as follows:
 - KB124 - 10 metres from surface at 0.71% copper as oxide mineralisation
 - KB129 - 10 metres at 0.76% copper from 20 metres
 - KB130 - several intersections, with the best 14 metres at 0.94% copper from 125 metres.
- Drilling completed at Teasdale and two Stockman targets. Only visual indications are currently available.
- Drilling is to resume in the Einasleigh area, before breaking for the wet season include two diamond drill holes aimed at high grade targets at Kaiser Bill and the Einasleigh Copper Mine.

Tom Eadie

Managing Director

Copper Strike (CSE) is a mineral exploration and development company focused on finding and developing copper and related base metals in eastern Australia. The company aims to create shareholder value through the development of its advanced multi-deposit project at Einasleigh in north Queensland.

Registered Office

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Introduction

At Einasleigh in North Queensland, Copper Strike has outlined two copper-gold-silver resources and four zinc-lead-silver resources over the last four years. The location of Einasleigh and the resources are shown in Figure 1 while the resource inventory is detailed in Table 1.

Following the successful capital raising of \$2.75 million through a Share Purchase Plan in November 2009, Copper Strike has commenced drilling at a number of the targets in the Einasleigh area. The purpose of the drilling is to:

- Further define and add tonnage to the 15 million tonne Kaiser Bill deposit
- Investigate the continuity and extent of a high grade (about 3% copper) zone within the Kaiser Bill deposit
- Test three targets in the Stockman area some 20 kilometres west of Einasleigh
- Assess the tonnage potential of the Teasdale copper prospect
- Test a geophysical target immediately north of the high-grade Einasleigh copper deposit.

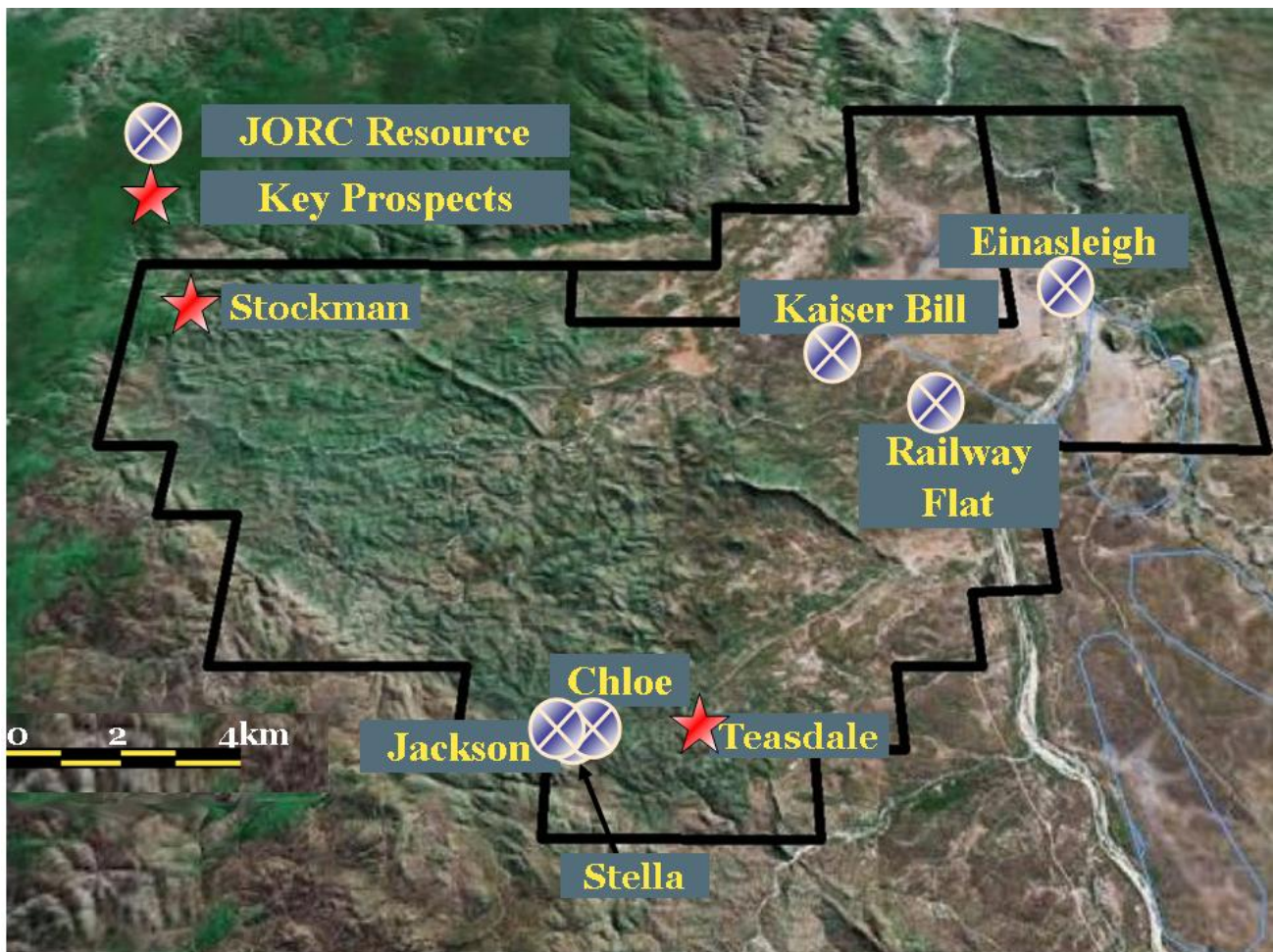


Figure 1: Location of the resources and key prospects in the Einasleigh area

Deposit	Resource	Size (Mt)	Cu (%)	Au (g/t)	Ag (g/t)	Zn (%)	Pb (%)
Kaiser Bill	Indicated	13.4	0.86	0.13	7	-	-
	Inferred	2.2	0.99	0.09	11	-	-
Einasleyh	Indicated	0.5	4.0	0.22	18	-	-
	Inferred	0.6	1.9	0.10	8	-	-
Chloe	Indicated	2.2	0.2	-	39	4.7	2.0
	Inferred	0.5	0.3	-	32	6.9	2.1
Jackson	Indicated	1.1	0.1	-	78	4.6	2.4
	Inferred	0.4	0.2	-	64	4.6	1.4
Stella	Inferred	0.4	0.2	-	51	3.9	1.8
Railway Flat	Inferred	0.9	0.2	-	16	3.4	0.9

Table 1: Copper Strike's current resources in the Einasleyh area

Kaiser Bill drilling

Results from six holes of the current program are available, as shown in Table 2. Holes KB124, KB 125, KB 128 and KB 129 were drilled on the northern edge of the known deposit. All intersected only oxide mineralisation in the gossan with the exception of KB129 which intersected moderate grade sulphides immediately below the gossan. This hole may have extended the deposit northwards and requires a further test to the north. Only weak mineralisation was encountered in hole KB126, on the southern edge of the deposit. KB130 obtained a reasonable grade and width intersection where expected, but failed to intersect a second, deeper ore lens.

	From	To	Interval	% Cu	g/t Ag	g/t Au	Comments
KB124	0	14	14	0.71	11.84	0.01	Oxide mineralisation
KB125	8	15	7	0.64	4.7	0.01	Oxide mineralisation
KB125	40	43	3	0.39	16.7	0.00	
KB126	79	81	2	0.46	14.3	0.02	
KB127	Results awaited						Two zones of moderate grade
KB128							No significant copper
KB129	0	15	15	0.46	3.2	0.02	Oxide mineralisation
KB129	20	30	10	0.76	2.9	0.13	
KB130	85	89	4	0.41	0.8	0.03	
KB130	97	105	8	0.80	3.2	0.11	
KB130	108	110	2	0.53	9.5	0.04	
KB130	125	139	14	0.94	5.3	0.11	
KB130	144	146	2	0.40	6.6	0.03	
KB130	154	159	5	0.47	8.4	0.00	
KB131	Results awaited						Several zones of low to moderate grade mineralisation intersected in all three holes
KB132	Results awaited						
KB133	Results awaited						

Table 2: Results from recent drilling at Kaiser Bill

Drillhole KB134, located to the west of the area shown in Figure 2, is targeted at a high grade zone within the Kaiser Bill deposit. This drillhole is currently underway and will be completed in about a week.

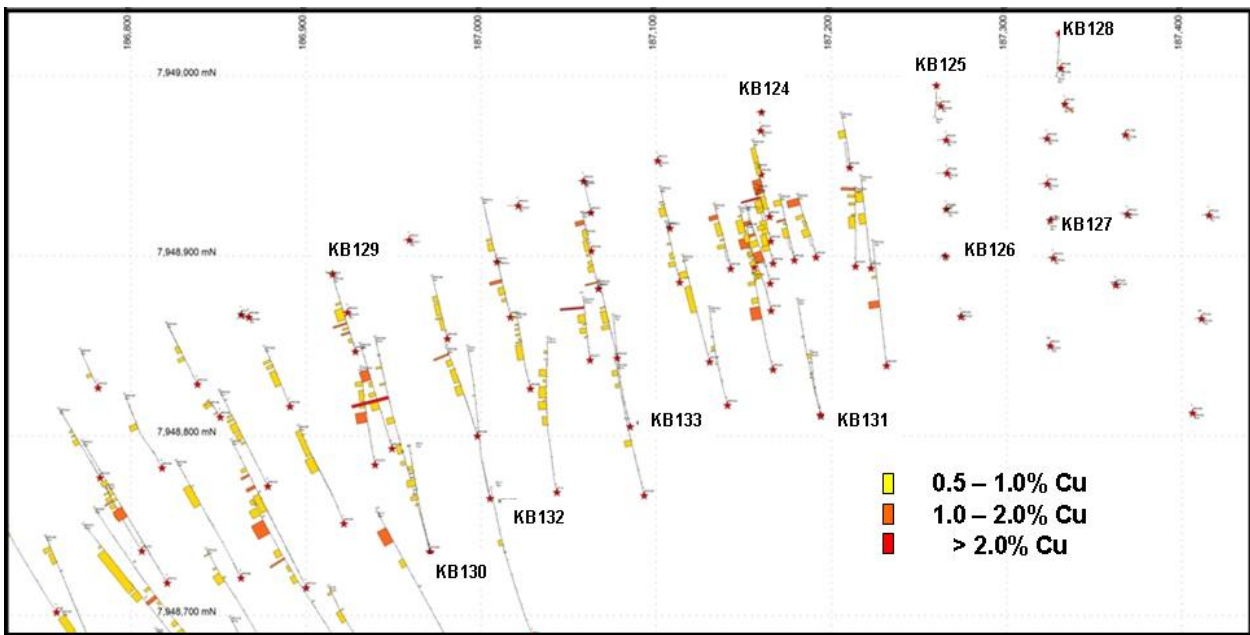


Figure 2: Recent drilling at the eastern end of the Kaiser Bill resource

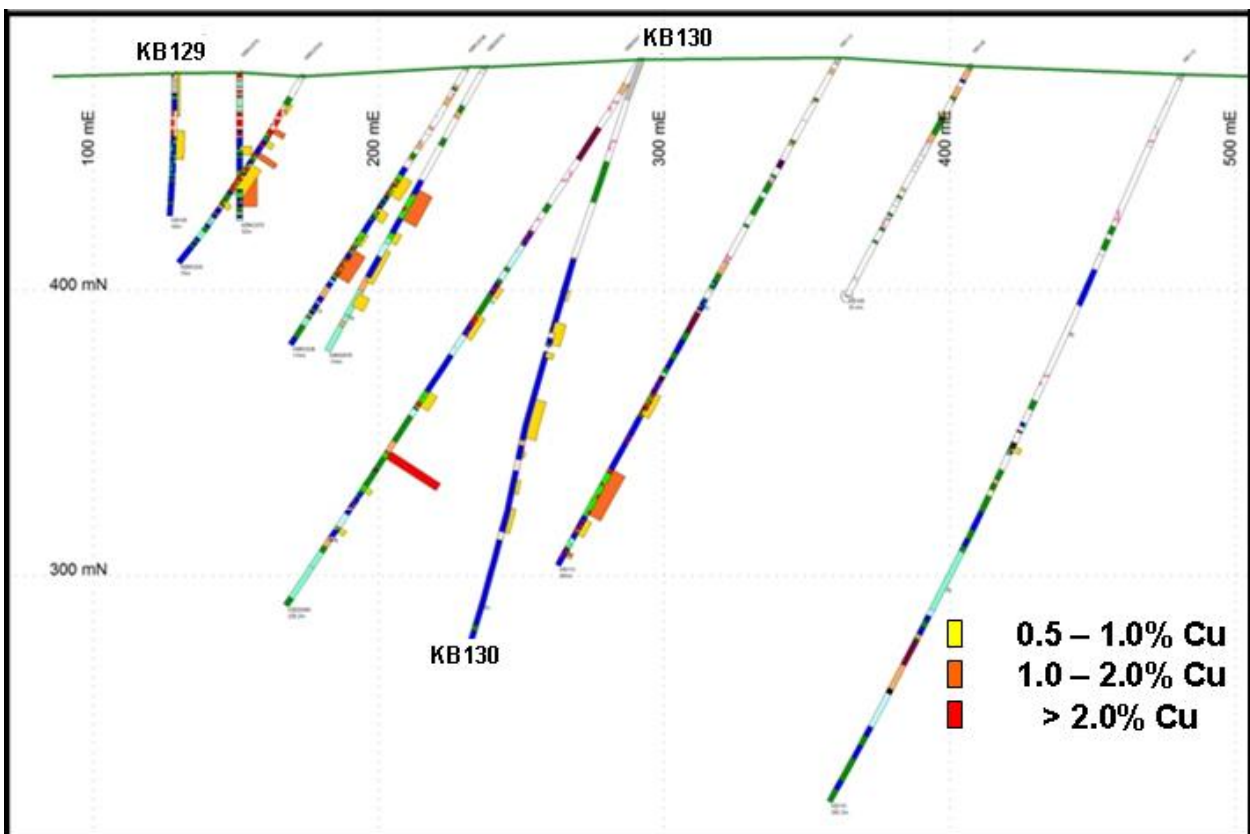


Figure 3: Kaiser Bill cross section through drillholes KB129 and KB130

Einisleigh Copper Mine drilling

A drill hole to test a geophysical anomaly immediately north of the Einisleigh Copper Mine will be completed in January, weather permitting.

Stockman drilling

Two of three drillholes planned have been completed in the Stockman area, some 20 kilometres west of Einasleigh. The second Copper Strike drill hole, ST007, intersected pyrrhotite with some chalcopyrite in a number of narrow zones. Assays are in progress.

Teasdale drilling

Two holes were completed at Teasdale, to test the extent of the intersection in earlier drill hole TSRCD01 of 37 metres at 0.95% Cu, 0.5% Zn and 16 g/t Ag from 100 metres. Drill hole TS008, some 30 metres west of TSRCD01, intersected two zones of sulphides, while TS009, some 30 metres east of TSRCD01, intersected only weak mineralisation. Assays are in progress.

The information in this report as it relates to geology, geochemical, geophysical and exploration results was compiled by Mr. Tom Eadie, FAusIMM, who is a Competent Person and a full time employee of Copper Strike Limited. Mr. Eadie has more than 20 years experience in the activities being reported on and consents to the inclusion of this information in the form and context in which it appears in this report.

Corporate Details

Issued Capital

116,455,571 shares

2,200,000 unlisted options

Share Price \$0.13 (5 Jan 2010)

Key Shareholders

Citicorp Nominees 7.8%

Teck Cominco Australia 7.4%

Acorn Capital 5.3%

Registered Office

Level 9 – 356 Collins Street

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Directors & Management

Mr Tom Eadie – Executive Chairman

Mr Barrie Laws – Non Executive Director

Mr John Dunlop – Non Executive Director

Mr Terry Lees – Exploration Manager

Mr David Ogg – Company Secretary

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