

COPPER STRIKE LIMITED

Great progress – Moving to resource definition



Activities Update
August 2005

Corporate Details

ASX Code:
CSE (listed November 2004)

Issued Capital:
51.7m shares
2.9 m unlisted options
Share Price \$0.23 (30 June 05)

Cash backing:
\$4.4 million (30 June 05)

Key Shareholders:
Teck Cominco Australia 16.7%
GeoDiscovery Group 9.5%

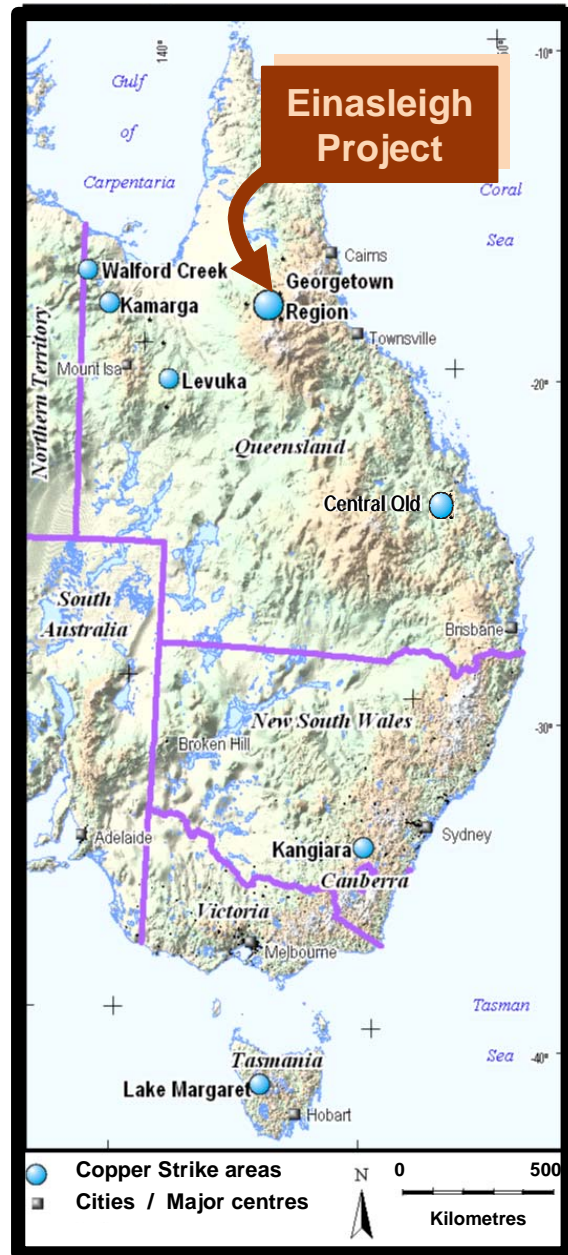
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Directors & Management:
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Executive Chairman
Mr Peter Topham
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Non Executive Director
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Key Points

- Spectacular recent intersections at Einasleigh including 50m @ 6.7% Cu and 15m @ 11.8% Cu
- Resource definition work currently in progress with prospects for early production
- Strategic ground position in eastern Australia
- Focus on drilling – true to Copper Strike prospectus
- Strong project generation capabilities
- Teck Cominco Australia is the largest shareholder

Copper Strike Limited - Overview

Copper Strike was established in 2004 using Teck Cominco Australia's Queensland properties as the foundation of an extensive portfolio of eastern Australian exploration properties. The Company has funding for a drill intensive programme to assess these properties over the next two years. Copper Strike is focused on the creation of a base metal and precious metal exploration and development company, with a particular emphasis on copper in eastern Australia. Specific exploration strategies include:

- focusing on the near term delineation of medium-sized resources to allow the establishment of copper/gold production in the Einasleigh area;
- exploration for world class base and precious metal deposits in the Mt Isa and Georgetown regions; and
- generating base and precious metal opportunities elsewhere in eastern Australia.

The Einasleigh Project

The **Einasleigh** project (393 square km – 100% Copper Strike), located approximately 70 km southeast of Georgetown in north Queensland, contains many of the more advanced copper prospects in the portfolio. The **Einasleigh Copper Mine**, **Kaiser Bill**, **Bloodwood Knoll**, **Railway Trend** and **Teasdale** are of particular interest, and all have been targeted for drilling in the next 6 months. **Einasleigh Copper Mine** (high grade underground) and **Kaiser Bill** (lower grade open cut) are the initial targets to advance Copper Strike's strategy of moving to production as quickly as possible.

Einasleigh Copper Mine

Fifteen diamond drill holes in the past 8 months have discovered a zone of previously unknown mineralisation down plunge from the early 1900's **Einasleigh Copper Mine**. The potential for developing substantial amounts of high grade copper ore at this prospect is excellent. Drilling is continuing at the present time with a view to having a JORC compatible resource estimate by September 2005.

Best assay results from Einasleigh Copper Mine prospect using a 1% Cu cut-off*

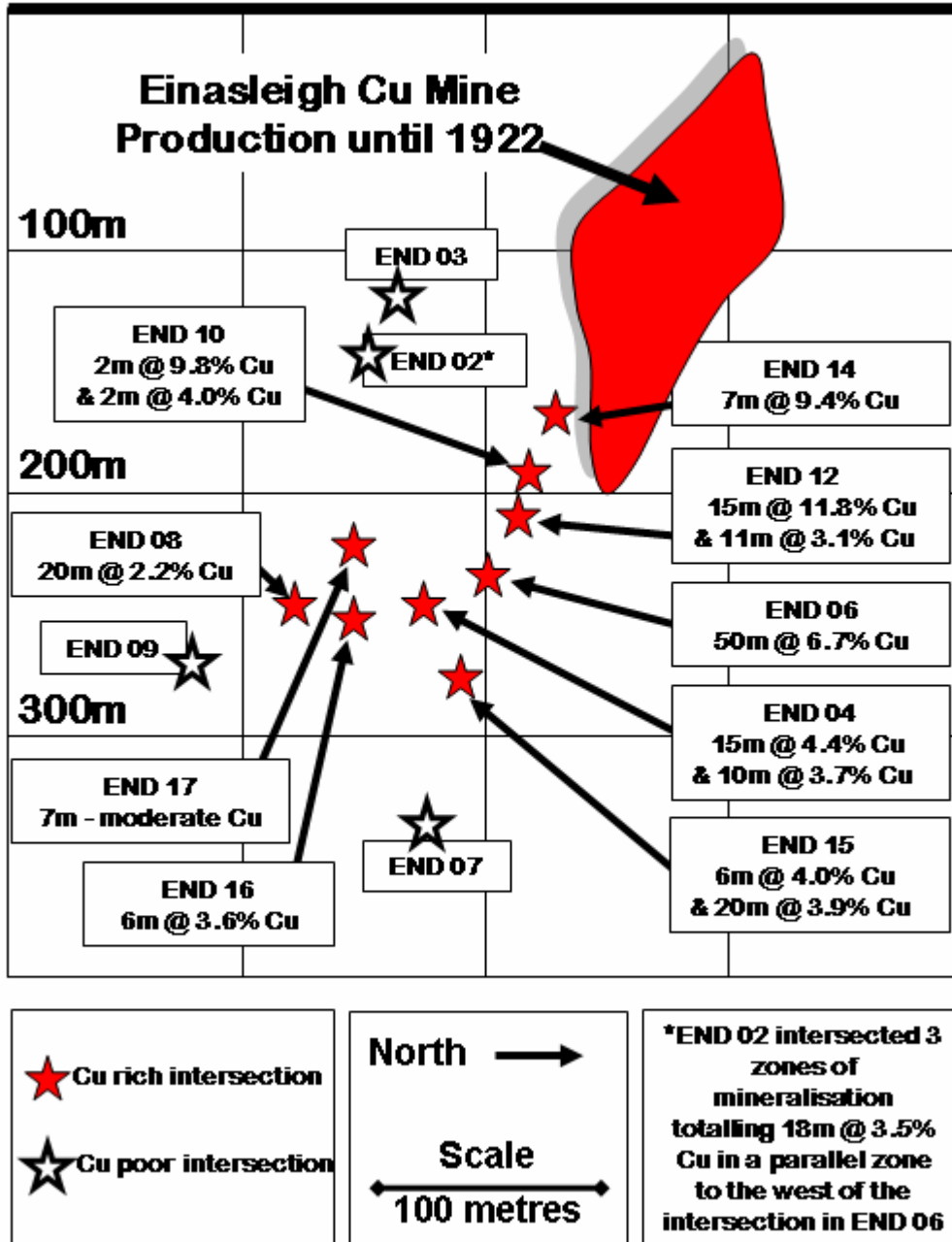
Drillhole	From m	To m	Interval m	Cu %	Au g/t	Ag g/t	Comments
END 02	250	255	5	3.61	0.11	17.0	
	264	273	9	3.37	0.16	13.4	
	281	285	4	3.45	0.13	12.0	
END 03	276	280	4	2.15	0.21	7.9	
END 04	253	268	15	4.39	0.20	15.4	
	279	289	10	3.65	0.11	12.7	
END 06	235	285	50	6.65	0.39	26.3	
including	235	260	25	9.10	0.54	36.4	High grade section
END 08	283	303	20	2.23	0.15	10.3	
END 10	235	237	2	9.83	0.71	46.6	
	263	265	2	4.02	0.06	19.2	
END 12	244	259	15	11.76	0.62	54.9	
	269	280	11	3.10	0.12	13.7	
END 14	206	213	7	9.40	0.55	45.6	Includes 4m @ 14.90% Cu
END 15	243	249	6	3.99	0.16	15.4	
	252	272	20	3.93	0.16	13.7	
END 16	292	298	6	3.61	0.23	11.5	
END 17	263	266	3	2 to 4			Estimates – assays not yet available
	266	270	4	1 to 3			“

*Best results include only results > 2m thick (unless high grade) and >2% Cu



Drill core from END 04 – chalcopyrite rich massive sulphide

Surface

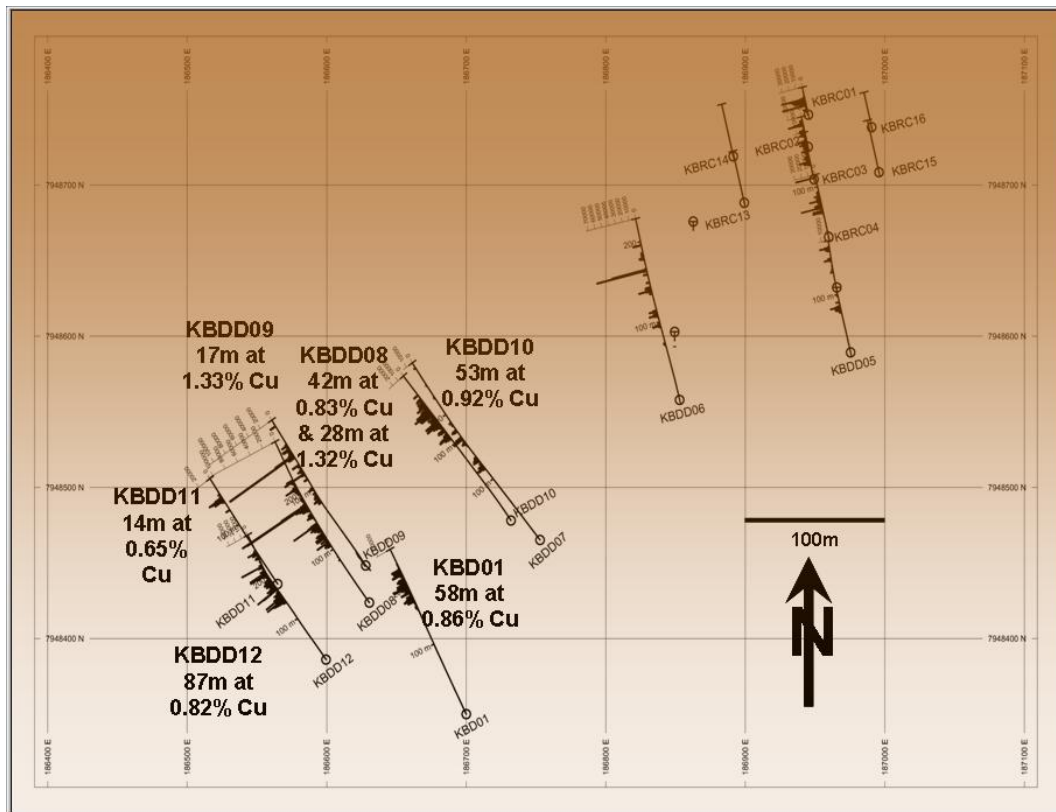


N-S longitudinal projection at the Einasleigh Copper Mine prospect showing historical orebody and the recent drill intersections in the plane of the deposit

Kaiser Bill

At the **Kaiser Bill** prospect, 8 km to the west of Einasleigh, 16 drillholes (8 diamond and 8 percussion) have been completed. The mineralisation strikes to the southwest and dips at a moderate angle to the southeast. Best results were in KBDD 08 which intersected 91m @ 0.83% Cu, including 42m @ 0.83% Cu and 28m @ 1.3% Cu and KBDD 12 which intersected 87m @ 0.82% Cu. All zones have significant Au and Ag credits. Several other similar intersections have been achieved in this area, leaving the deposit open to the south and west. The target at Kaiser Bill is a large lower grade deposit amenable to open-cut mining and the early results support this concept.

The next stage of work at **Kaiser Bill** will focus on finding mineralisation along strike to the southwest from KBDD 12 in order to assess the prospect for a bulk mineable copper deposit as outlined for the **Kaiser Bill** prospect in the Copper Strike prospectus. This work will take place in the September quarter.



Plan projection of all recent Kaiser Bill prospect drilling

Other Projects

Outside of **Einasleigh**, Copper Strike has an excellent portfolio of exploration properties in eastern Australia with a focus on copper and copper/gold. The most advanced prospects are at **Walford Creek**, **Kamarga** and **Levuka** in the Mt Isa Inlier of NW Queensland. At the wholly owned **Walford Creek** prospect, previous explorers have discovered widespread copper, lead, zinc and silver associated with massive pyrite and the Fish River Fault over a strike length of 4 km. Copper Strike will conduct a 5000 metre drill programme at **Walford Creek** starting in August.

The **Levuka** tenement covers the southern extension of the mineralised Levuka Shear Zone 15 kilometres south of the Eloise Mine. There are several geophysical targets on this licence which is covered by Mesozoic rocks that hide the target Proterozoic units. One of these targets has been drilled with a single hole by a previous explorer and returned 19 metres containing 0.56% Cu. Copper Strike believes that there is good potential for Ernest Henry type deposits on this licence. At **Kamarga** the target is high grade zinc/lead mineralisation within a large zone of known mineralisation estimated to contain approximately 50 million tonnes of 2-3% Zn + Pb. Both projects will be drilled this year.

The Company's active drilling campaign will also include the **Packers Creek** prospect in north Queensland which has walk up drill targets for shallow Cu/Au/Ag mineralisation. At **Kangiara** in NSW, drilling is planned to assess the potential to discover more of the high grade Cu/Au and Pb/Ag ore that was previously mined in this region. **Lake Margaret** is located immediately north of, and on strike from, Tasmania's Mt Lyell Copper Mine where the known resource plus ore already mined stands at over 300 million tonnes of more than 1% Cu. Targets are being identified for drilling in 2006.

In the Georgetown Block, outside of the Einasleigh area, Copper Strike has a very strong ground position. At **Daintree**, **Mt Surprise**, **Eveleigh** and **Fever & Ague**, the target is metamorphosed Proterozoic volcanic or sediment hosted deposits similar to **Einasleigh**. At **Townley** and the **West Georgetown** tenements, the target is Century-type sediment hosted deposits. These projects are all at a grass roots stage.

Copper Strike will be drilling on at least 8 different prospects within the next year, and pursuing project generation activities such **Bocoolima** and **Brovina** in central Queensland, and base metal opportunities in NW Queensland, ensuring that it will be a very active and exciting year for the Company and its shareholders.

The information in this report as it relates to geology, geochemical and exploration results was compiled by Mr. Neil McLean, MAusIMM, who is a Competent Person and has 20 years experience in the minerals industry and the activities being reported on. Mr McLean consents to the inclusion of this information in the form and context in which it appears in this report.