

gsh/psh/gsh774

30 April 2009

The Manager - Company Announcements Office
Australian Securities Exchange Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

Via ASX Online

Number of pages – 18

Dear Sir,

Quarterly activity report to 31 March 2009

Enclosed for release to the market is the Company's activity report for the quarter ended 31 March 2009 together with a duly completed Appendix 5B report for the period.

For and on behalf of the directors of
Goldsearch Limited



P S Hewson
Secretary

SIGNIFICANT DEVELOPMENTS

Mount Wellington project

- RCD003 at the Rhyolite Creek prospect intercepted 2.6 metres (m) @ 1.99 grams per tonne (g/t) gold, 12.6 g/t silver and wide zones of elevated zinc mineralisation, confirming the mineralised target structure at Rhyolite Creek has potential for significant lateral dimensions.
- An inferred mineral resource of 1,118,000 tonnes with an average grade of 1.5 g/t gold for 52,200 contained ounces of gold calculated for the Hill 800 prospect.

Mary Kathleen project

- Goldsearch moves to 100% ownership of the project following the dilution of Central West Gold NL.

East Musgrave joint venture

- The joint venture operator has reported that 10 large nickel-copper-platinum group elements (Ni-Cu-PGE) geochemical anomalies have been identified.

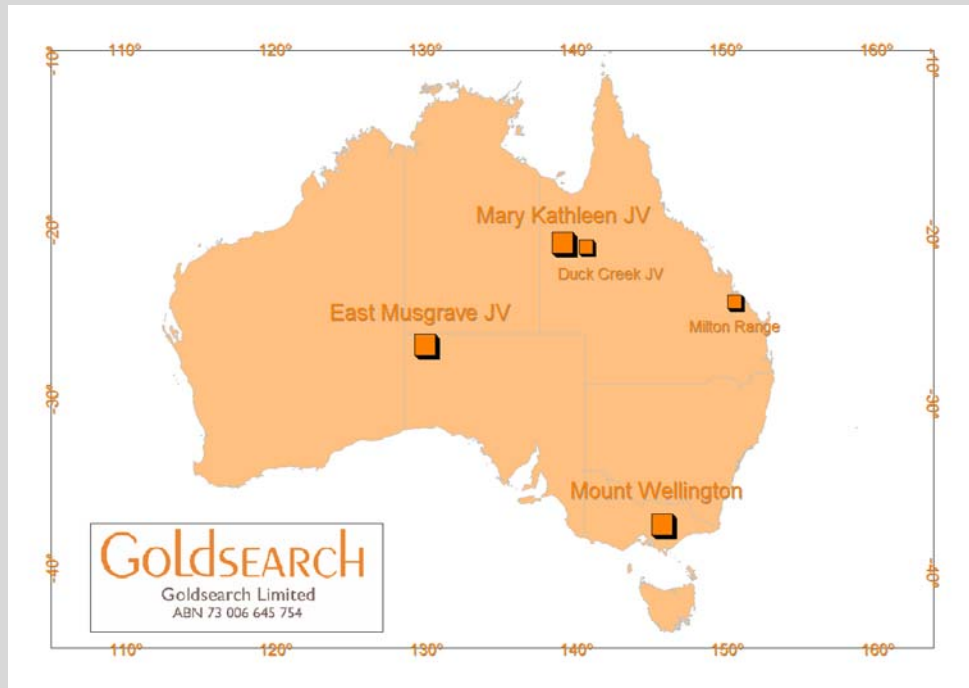
Goldsearch Limited
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SYDNEY NSW 2000

ASX: GSE



GoldSEARCH



Goldsearch Limited Australian project locations.



Goldsearch Limited Swedish project areas.

MOUNT WELLINGTON PROJECT (VICTORIA)

100% Goldsearch - gold, silver, zinc, copper, lead

The Mount Wellington project is located 20 kilometres south-east of the town of Jamieson and 25 kilometres north-east of the Woods Point gold mining centre in eastern Victoria. The total project area covers 465 square kilometres and all tenements are granted. During the March 2009 quarter EL4835 was amalgamated with EL4843.

There are several known mineral occurrences at Mount Wellington. Significant gold (+/- silver and base metal) mineralisation has been intercepted in drilling by previous explorers at Hill 800 and Rhyolite Creek. Mineralisation is hosted by Cambrian-aged volcanic rocks and various genetic styles for this mineralisation have been proposed by past explorers.

At Hill 800, using a cut-off grade of 0.8 g/t gold, the inferred mineral resource is calculated by Goldsearch to be 1,118,000 tonnes with an average grade of 1.5 g/t gold for 52,200 contained ounces of gold.

Goldsearch believes the project has significant potential for large intrusion-related gold and base metal ore deposits, along with the potential for high grade epithermal gold silver deposits and volcanogenic base metal mineralisation. Goldsearch recently established a semi permanent eight person camp at the project area in support of ongoing field operations.

Initial drilling programs were completed at the Rhyolite Creek and Mikes Bluff targets during the June 2008 quarter. A program of ground IP (induced polarisation) electrical geophysics and follow up drilling at the Rhyolite Creek target commenced during the December 2008 quarter. This most recent program was undertaken to further test the distribution of the mineralised horizon intercepted in RCD001.

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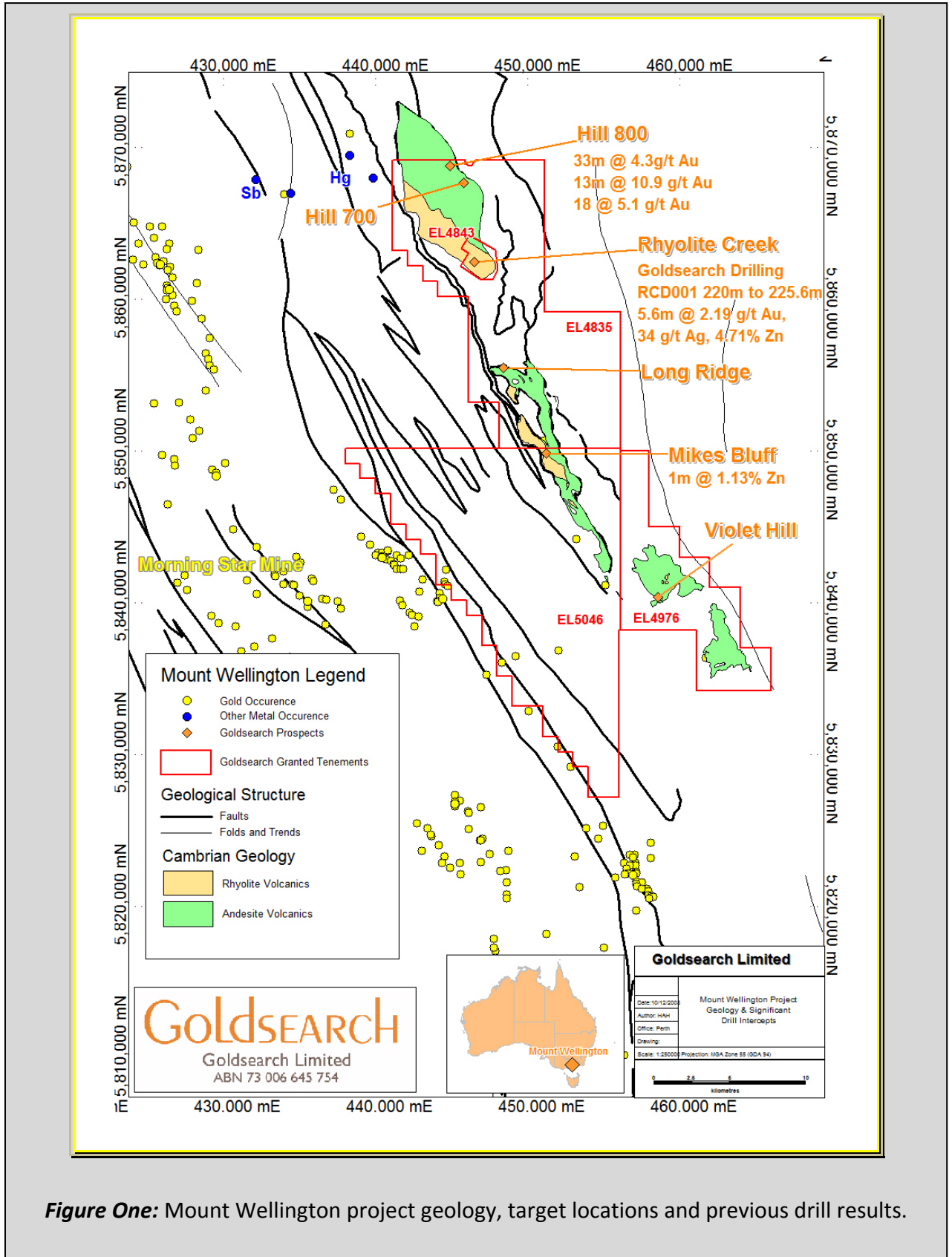


Figure One: Mount Wellington project geology, target locations and previous drill results.

In drill hole RCD001 drilled at the Rhyolite Creek target a 5.6 metre intersection from 220 metres returned an average gold grade (by fire assay) of 2.19 g/t with 34 g/t silver and 4.71% zinc. This interval also returned individual sample intervals of up to 8.95 g/t gold, 127 g/t silver, 17.9% zinc, 1.5% lead and 0.8% copper (*Table One*).

Table One: Rhyolite Creek RCD001 - Significant assay results.

From (m)	To (m)	Interval (m)	Gold (AAS) (g/t)	Gold (FA) (g/t)	Silver (g/t)	Copper (%)	Lead (%)	Zinc (%)
220	225.6	5.6	1.02	2.19	34	0.18	0.41	4.71
<i>Incl.</i>								
223	224	1	3.3	8.95	127	0.43	1.52	14.7
224	224.4	0.4	2.59	3.63	79.6	0.81	1.35	17.9

(Note: AAS - Aqua regia digest, atomic absorption spectrometry determination, FA - fire assay, g/t – grams per tonne, m – metres)

Beneath this zone alteration continues to be strong down the hole with persistent elevated zinc assays over significant widths. The 60 metre zone from 220 to 280 metres averages 1.1% zinc.

The interpreted up-dip extension of the high-grade zinc mineralisation is coincident at surface with a significant zinc in soil geochemical anomaly extending over an area of 1,000 metres x 150 metres approximately 350 metres north-east of the collar position of RCD001.

The follow-up drilling program consisted of two diamond drill holes which were both completed by the middle of January 2009.

Table Two: Mount Wellington project – March 2009 quarter drill hole data.

Hole ID	Type	East (metres) (GDA94)	North (metres) (GDA94)	Azimuth (degrees)	Declination (degrees)	Final depth (metres)
Rhyolite Creek						
RCD002	DD	446816	5862760	45	-61	246
RCD003	DD	446777	5863028	225	-60	500.3

Hole RCD002

The first hole, RCD002 was drilled to 246 metres to test the up-dip position of the mineralised zone, between the intercept in RCD001 and the area of surface zinc geochemical anomalism at surface. This hole drilled through a previously un-mapped diorite dyke between approximately 170 metres to 220 metres. The target depth was at 190 metres and was therefore obscured by the intrusive dyke, although a narrow, three metre band of sheared volcanic was intercepted at 193 metres. This narrow band of sheared volcanic rocks contains significant sulphide mineralisation (as pyrite) up to 15% and anomalous gold and base metals.

Table Three: Rhyolite Creek RCD002 - Significant assay results.

From (m)	To (m)	Interval (m)	Gold (AAS) (g/t)	Silver (g/t)	Copper (%)	Lead (%)	Zinc (%)
194	195.5	1.5	0.19	6.0	<0.01	0.02	0.22

(Note: AAS - Aqua regia digest, atomic absorption spectrometry determination, FA - fire Assay, g/t – grams per tonne, m – metres)

Results from RCD002 provide valuable information on the distribution of a significant and previously unknown intrusive dyke at the prospect. Despite the dyke obscuring the main target zone, the narrow zone of sheared and mineralised volcanic suggests the main target horizon persists up-dip.

Hole RCD003

Drill hole RCD003 was drilled to test the target horizon approximately 300 metres north of the location of the original intercept in hole RCD001, this hole was also extended at depth in order to test an interpreted high magnetic zone identified in regional airborne magnetic data. RCD003 was drilled to a final depth of 500.3 metres. Direct drilling costs associated with this hole were partially funded by the Victorian Government as part of the Rediscover Victoria initiative.

The drill hole intercepted the top of the target horizon at a depth of 149.7 metres. The target horizon is interpreted to be a significant thrust/shear structure at a major lithological boundary between an upper rhyolite-dominated and a lower andesite-dominated package of felsic volcanic rocks.

A narrow zone of massive sulphide mineralisation was developed at the top of this shear horizon. Unfortunately this intense sulphide mineralisation carried low values of metals of interest. In RCD003 the target shear horizon appears to be developed as two main zones and the lower of the two zones at 177.8 metres returned more encouraging values consisting of 2.6 metres @ 1.99 g/t gold, 12.6 g/t silver and 0.10% zinc. Unfortunately, immediately below this mineralised zone, the hole drilled through a number of zones of intrusive dolerite dyke, which effectively obscure the majority of the mineralised zone.

Table Four: Rhyolite Creek RCD003 - Significant assay results.

From (m)	To (m)	Interval (m)	Gold (AAS) (g/t)	Silver (g/t)	Copper (%)	Lead (%)	Zinc (%)
177.8	180.4	2.6	1.99	12.6	<0.01	0.02	0.10
354.5	361.5	7	0.01	0.3	0.03	<0.01	0.39
397	410.3	13.3	0.02	1.04	0.05	<0.01	0.62
442	454.4	12.4	0.02	0.3	0.05	<0.01	0.36

(Note: AAS - Aqua regia digest, atomic absorption spectrometry determination, FA - fire assay, g/t – grams per tonne, m – metres)

Consistent with hole RCD001 a number of zones of elevated zinc mineralisation were intercepted in the footwall. The extent of mineralisation and intensity of alteration, where not obscured by dolerite intrusive



dykes, still provides encouragement that a significant Devonian-aged hydrothermal mineralising event was potentially active in the Rhyolite Creek area.

Forward program

The latest drilling results at Rhyolite Creek are now being reconciled with results from the ground IP geophysical survey with the aim of defining further drill targets to be tested during the 2009/2010 field season. Goldsearch will once again apply for funding for this drill program under the anticipated third round of the Re-discover Victoria initiative. A number of other geophysical targets within the project area are also being prioritised for drilling based on previous geophysical and exploration results.

MARY KATHLEEN PROJECT (QUEENSLAND)

Goldsearch 100% - copper, gold, uranium

Goldsearch is exploring for Mary Kathleen-style uranium deposits and copper/gold deposits in the highly prospective Mount Isa Inlier, North Queensland. The project area is located to the north and south of the former Mary Kathleen uranium mine and north of the Kalman copper-molybdenum and rare earth element deposit, between Mount Isa and Cloncurry. The project area is comprised of three granted tenements, EPM14019, EPM14022 and EPM15257 covering a total area of approximately 160 square kilometres.

The project was previously subject to a joint venture between Goldsearch (75%) and Central West Gold NL (25%). During the March quarter, Central West Gold NL elected not to meet cash calls to preserve its interest in the project and has subsequently diluted its entire project interest.

Due to the north Australian wet season no field activities were undertaken on the project area during the March 2009 quarter. All tenements that comprise the project are in good standing following the completion of 2008 field programs. In an effort to preserve its financial position, Goldsearch is strategically reviewing 2009 expenditure levels for this project.



EAST MUSGRAVE JOINT VENTURE (SOUTH AUSTRALIA)

Goldsearch diluting to 17.15% - nickel, copper, platinum

The East Musgrave project is a joint venture between Goldsearch Limited (49%) and Independence Group NL (51%).

The joint venture signed an agreement with BHP Billiton for BHP Billiton to potentially earn a 65% interest in the project by spending \$25million or by delivering a bankable feasibility study within 10 years.

Upon BHP Billiton successfully earning its interest, equity in the project will comprise BHP Billiton 65%, Goldsearch 17.15%, and Independence Group 17.85%. Goldsearch and Independence Group have certain rights to claw back 100% ownership of deposits with less than 80,000 tonnes of contained nickel.

To date, first-pass and infill regional geochemistry and gravity geophysical surveys have defined numerous targets for ranking and further evaluation. The joint venture parties have been encouraged by how effective the chosen geochemical and geophysical techniques have been, and by the results generated to date.

Currently BHP Billiton has approved a modest budget in order to facilitate a number of key meetings with aboriginal traditional owners and the Anangu Pitjantjatjara Yankunytjatjara Council during the first half of 2009.

It is currently expected that formal approvals for budgets to undertake further exploration evaluation of both new and existing targets will be received in July 2009 with field programs to commence soon after.

The quarterly report of joint venture operator Independence Group NL (IGO) which was released to ASX yesterday included the following comments on the East Musgrave joint venture:

"IGO is managing exploration on the Musgrave Joint Venture, being funded by BHP Billiton, which comprises tenements and applications covering approximately 18,000km² of the South Australian portion of the Musgrave block. Most of the project area is held under Aboriginal Freehold tenure and as a result has only been subject to cursory exploration in the past.

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The principal target is Ni-Cu-PGE mineralisation associated with the feeder conduits and dykes forming part of the extensive mafic-ultramafic Giles Complex. Further to the west, Giles Complex intrusives host BHP Billiton's Nebo and Babel nickel sulphide discoveries.

Two tenements (from a total of 13 applications) have been granted to date. One of the granted tenements contains the Anomaly 4 Prospect, a nickel sulphide occurrence identified and partially tested by platinum explorers in the 1970's.

Seven priority areas have been defined on basis of aeromagnetics, Landsat, radiometrics and limited surface geological information.

Soil geochemical sampling and gravity surveying has delineated 10 Ni-Cu-PGE anomalous target areas. A program of TEM to detect massive sulphide mineralisation associated with geochemical/gravity anomalies has been planned but will not commence until weather conditions are suited to TEM surveying. It is anticipated that exploration will recommence in Q3 2009."

BERGSLAGEN JOINT VENTURE (SWEDEN)

Goldsearch earning 70% - silver, lead, zinc

In May 2008 Goldsearch entered an agreement with TSX [V] listed Tumi Resources Ltd to earn an interest in a number of prospective base metals areas in Sweden. Following the decision to withdraw from one of the areas during the March 2009 quarter, Goldsearch is currently earning a 70% interest in three exploration licences which cover two separate target areas approximately 200 kilometres the north-west of Stockholm. Under the terms of its joint venture with Tumi Resources, Goldsearch can earn 70% of the projects by spending up to €1million over three years.

The initial minimum commitment by Goldsearch is to fund a skyTEM airborne electromagnetic (EM) and magnetic survey. This survey was successfully completed with final results received in September 2008.

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Also under the terms of the joint venture agreement, Goldsearch must incur expenses of €100,000 (including the EM survey) within year 1, €300,000 in year 2 and total cumulative expenses of €1 million by the end of year 3.

During the December 2008 quarter Goldsearch undertook field evaluation of a number of targets generated from the airborne EM survey. This evaluation highlighted a number of targets recommended for further evaluation using more detailed ground IP geophysics.

Due to the northern hemisphere winter no field activities were undertaken on the project area during the March 2009 quarter.

MILTON RANGE (QUEENSLAND)

100% Goldsearch - gold, silver, copper, lead, zinc

In March 2008 Goldsearch Limited lodged eight exploration permit (EPM) applications covering an area of approximately 550 square kilometres in Queensland. A total of seven out of the eight original applications were granted during the September 2008 quarter. The project is located approximately 45 kilometres south-west of Gladstone.

The project area was targeted on the basis of previously recognised mineralisation styles in the region and based on a number of ore deposit models including high-grade base metal skarns, volcanogenic base metal deposits, porphyry-style mineralisation and carbonate replacement style mineralisation.

Goldsearch undertook a compilation of previous exploration data prior to the completion of a regional stream geochemical survey during the December 2008 quarter. The regional survey, comprising 47 samples, defined a number of areas where further evaluation is justified. Sampling returned a peak gold-in-stream sediment geochemical value of 65ppb, with numerous samples returning gold values greater than 30ppb.

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Following this geochemical program a re-evaluation of the project also enabled Goldsearch to rationalise its tenement position at Milton Range with three exploration permits relinquished during the March 2009 quarter.

All tenements that comprise the project are in good standing following the completion of 2008 field programs. Goldsearch is strategically reviewing 2009 expenditure levels for this project.

STATEMENT

Technical information contained in this report was prepared by the Company's Exploration Manager, Mr Heath Hellewell, who is a Member of the Australian Institute of Geoscientists. Mr Hellewell has over 16 years of relevant experience, and qualifies as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves".

Mr Hellewell consents to the inclusion of his technical information in this report in the form and context in which it appears.

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

Goldsearch Limited

ABN

73 006 645 754

Quarter ended ("current quarter")

31 March 2009

Consolidated statement of cash flows

		Current quarter \$A'000	Year to date (9 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	(458)	(1,484)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(130)	(532)
1.3	Dividends received	7	25
1.4	Interest and other items of a similar nature received	1	80
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other – JV Income	-	-
Net operating cash flows		(580)	(1,911)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	(2)	(54)
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (provide details if material)	-	-
Net investing cash flows		(2)	(54)
1.13	Total operating and investing cash flows (carried forward)	(582)	(1,965)

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(582)	(1,965)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	3
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 (provide details if material) – issue costs	-	(18)
	Net financing cash flows	-	(15)
	Net increase (decrease) in cash held	(582)	(1,980)
1.20	Cash at beginning of quarter/year to date	1,382	2,780
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter #	800	800

in addition to the cash on hand the Company has access to further working capital through realisation of the Company's investments in listed securities. At the end of the quarter, the Company's investments in listed securities had a market value of \$1.33 million.

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	79
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	- Directors' fees & expenses	73,658
	- Directors' superannuation	5,009

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

N/A

- 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

N/A

+ 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	Nil	N/A
3.2 Credit standby arrangements (see note to item 1.22)	Nil	N/A

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	150
4.2 Development	-
Total	150

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	88	120
5.2 Deposits at call	712	1,257
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	800	1,377

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	EPM 17370 Fairy Springs	EPM covering 73.60 sq kms surrendered on 9 January 2009	100%	0%
	EPM 17369 Milton Range	EPM covering 63 sq kms surrendered on 9 January 2009	100%	0%
	EL 4835 Mount Wellington	EL application covering 168.17 sq kms approved in February 09 and amalgamated with EL 4843	100%	0%
	2006:73 Kobergs NR1 Sweden	Elected not to renew lease on expiry date of 6 March 2009	earning 70% through joint venture	0%

+ See chapter 19 for defined terms.

Appendix 5B
Mining exploration entity quarterly report

	Tenement reference	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.2 Interests in mining tenements acquired or increased	EL 4843 Rhyolite Hill	Amalgamated with EL 4835. As a result the area covered by EL 4843 increased from 4.7 sq kms to 169.9 sq kms	100%	100%

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 (cents) (see note 3)	Amount paid up per security (cents) (see note 3)
7.1 Preference +securities <i>(description)</i>	Nil	N/A	N/A	N/A
7.2 Changes during quarter				
(a) Increases through issues	500,000	500,000	N/A	N/A
(b) Decreases through returns of capital, buy-backs, redemptions	N/A	N/A	N/A	N/A
7.3 +Ordinary securities	367,749,517	367,749,517	N/A	N/A
7.4 Changes during quarter				
(a) Increases through issues (exercise of quoted options)	Nil	N/A	N/A	N/A
(b) Decreases through returns of capital, buy-backs	Nil	N/A	N/A	N/A
7.5 +Convertible debt securities <i>(description)</i>	Nil	N/A	N/A	N/A
7.6 Changes during quarter				
(a) Increases through issues	N/A	N/A	N/A	N/A
(b) Decreases through securities matured, converted	N/A	N/A	N/A	N/A
7.7 Options			Exercise price	Expiry date
Listed options	90,432,809	90,432,809	10.0 cents	31 October 2009
Unlisted options	400,000	-	10.0 cents	30 June 2009
	8,000,000	-	5.0 cents	31 January 2010
	8,000,000	-	7.5 cents	31 January 2010
	400,000	-	7.5 cents	30 June 2009
7.8 Issued during quarter				
Listed options	Nil	N/A	N/A	N/A
Unlisted options	Nil	N/A	N/A	N/A
7.9 Exercised during quarter				
Listed options	Nil	N/A	N/A	N/A
Unlisted options	Nil	N/A	N/A	N/A
7.10 Expired during quarter				
Listed options	Nil	N/A	N/A	N/A
Unlisted options	Nil	N/A	N/A	N/A

+ See chapter 19 for defined terms.

7.11	Debentures <i>(totals only)</i>	Nil	N/A
7.12	Unsecured notes <i>(totals only)</i>	Nil	N/A

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:


(Company secretary)

Date: 30 April 2009

Print name: P S Hewson

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.

+ See chapter 19 for defined terms.