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ASX Release

## **Drill program expanded by 50% at Borborema**

Crusader Resources Limited (ASX:CAS) has expanded the current drilling at Borborema by a further 5,000m, increasing the planned drilling from 10,000m to 15,000m . The expanded program has been approved, following a board visit to the project, where the progress achieved over the past six months was reviewed.

In order to expedite the program, a fifth diamond drill rig is being mobilised to site. This will be a deeper capacity rig capable of depths to 400m.

Commenting on the expanded program, Managing Director Rob Smakman said;

*"The visit was a timely one as we are coming to grips with the dimensions and geology at Borborema. The board was very happy with the excellent progress being made and immediately approved the additional targets being generated by the on-site team led by Exploration Manager Aidan Platel"*

Additional drilling will target along strike extensions which are currently being drilled on lines 250m from the known mineralisation in order to close off the mineralised trend. Further metres will be allocated to geochemical targets and deeper holes in the central, southern and northern zone of the main area of mineralisation.

Speaking from Australia prior to the Crusader General Meeting, Chairman David Archer commented;

*"Borborema is shaping up as major gold system. The persistence of the mineralisation over at least 3.2 kilometres and continuing encouraging assay results made for an easy decision to expand the drilling programme"*

During 2011, a total of over 7,000m have been completed to date, of the budgeted 10,000m approved in January, with 10,826m drilled in 2010.

Further results from drilling will be released as they are received and collated.

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### **(Disclaimer)**

*The information in this report that relates to Exploration Results is based on information compiled or reviewed by Mr. Robert Smakman, who is a Member of The Australasian Institute of Mining and Metallurgy and is a full-time employee of the company. Mr. Smakman has sufficient experience in the type of deposits under consideration and the activities being undertaken to qualify as a Competent Person as defined in the December 2004 Edition of the Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves and consents to the inclusion in the report of the matters based on his information in the form and context in which it appears. Mr Smakman accepts responsibility for the accuracy of the statements disclosed in this report.*

### **About Crusader**

Crusader Resources Limited (ASX: CAS) is a minerals exploration company focussed on the identification, acquisition and development of projects in Brazil and Australia. The company has a diverse portfolio of projects including iron ore, gold, uranium, tungsten and tin. Crusader applies leading edge exploration skills to the discovery of new assets and utilises its strong networks in Brazil, Australia and around the world to identify new opportunities.

Crusader is set to become Australia's latest iron ore production company when production begins at the Posse Iron project (100%). The project is located in the Iron Quadrilateral region of Minas Gerais state, Brazil and is a low capital cost project with no infrastructure bottlenecks and simple logistics. Posse contains an Indicated Mineral Resource of 4.83Mt at 47.39% Fe and an Inferred Mineral Resource of 31.18Mt at 42.89% Fe. (Refer to announcement made 11 May 2009).

Crusader has two gold projects in Brazil, Borborema and Jurú-Belem. The Borborema gold project is the most important gold project in the NE of Brazil with historical production of ~300,000 ounces. In November 2010, Crusader updated the JORC compliant resource estimate at Borborema (at a 0.5g/t cut-off) to 12.16Mt @ 1.67g/t for 653 kozs Indicated and 3.23Mt @ 1.79 g/t for 186 kozs Inferred for a combined Indicated and Inferred resource estimate of 15.39Mt @ 1.70g/t for 839 kozs. Crusader is currently aggressively exploring the Borborema project.

Crusader also has an extensive portfolio of gold, tin, indium, REE and tungsten projects within Brazil.

In Australia, Crusader owns 100% of the Lake Throssell uranium project, a highly prospective project covering more than 2,500 km<sup>2</sup> and located 150km to the north east of Laverton in Western Australia. Exploration is set to begin in March 2011 after successful negotiations were completed with the native title holders.

Crusader Resources Ltd has 88,626,040 ordinary shares on issue.