

12 March 2013

Exploration Update

Credo Resources Limited (Credo, the Company) is pleased to provide an update on exploration activities in Burkina Faso.

- Aircore drilling completed over gold anomalies on Sartenga Trend at Tanyoko Prospect
- Low level copper anomalism (XRF) identified on Sartenga Trend (assays pending)
- Drill target at Tyegana 1 Prospect A - 600 m strike length drill target identified
- Tyegana1 base metal soils results have identified Cu anomaly in NW of permit
- Planned exploration on Tyegana1, Zaonga, Taonsgo and Sebila permits

Tanyoko Air Core Drilling

The Company has completed a 2,941m air core drilling program on the Sartenga Trend at the Tanyoko Prospect located in the southwest of its Tyegana 1 permit.

The drill programme tested two 30 ppb gold anomalies identified from the Company's soil sampling program in late 2012. Base metal results of the soil sampling were received late December, 2012, and also confirm coincident anomalism in Ag, Ba, Cu, Pb, Zn and Te along the Sartenga Trend.

The Tanyoko Prospect is coincident with a regional magnetic high on the Sartenga Trend, and is immediately along strike, to the north east of the Sartenga copper-gold discovery, recently made by West Africa Resources (ASX: WAF). The second parallel gold anomaly (Tanyoko North) is located approximately 1km to the north-west.

Figure 1 illustrates the two, gold in soil anomalies superimposed on the regional magnetics. The image also shows the gold geochemistry reported by West African Resources from its Sartenga project and announced on 26 July 2011.

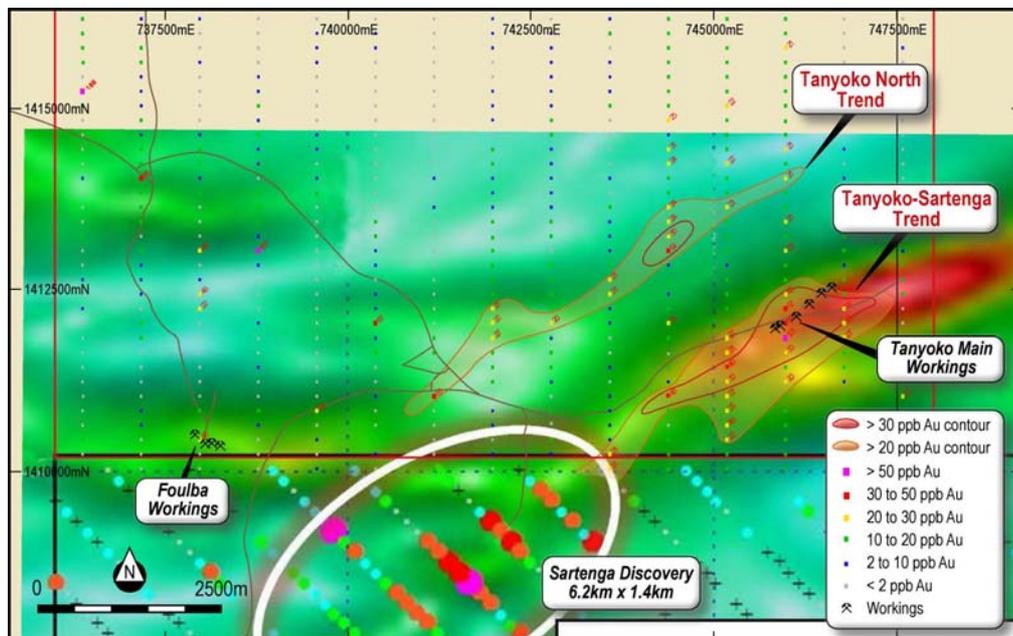


Figure 1: Tyegana 1 Permit Tanyoko soil anomalies

A total of 64 aircore drill holes, for 2,941 m, were drilled by African Mining Services. The drill holes were drilled north at -60 degrees, except for TYAC022 which was drilled south due to drill pad access. The collars are located on a wide spaced, 400 m East by 200 m North grid covering the 30 ppb gold anomaly with closer spaced drilling on a 200 m East by 100 m North grid in the vicinity of the artisanal workings in the centre of the 30 ppb gold anomaly.

Each drill hole was drilled to aircore refusal, with depths ranging between 17 m in fresher diorites to 80 m in strongly, oxidised sediments. Four metre composite samples were collected, and submitted with standards, blanks and duplicate QAOC samples to ALS Global laboratories in Ouagadougou for Au fire assay. All drill hole samples were tested onsite using an Innovex handheld XRF analyser for base metals.

The drilling encountered a complex of volcanogenic sediments, minor shale and mafic schists which have been intruded by porphyritic diorite, granodiorites and granites. Logging identified silica and sericite alteration associated with the main diorite body, located coincident with the regional magnetic high and on the Sartenga Trend. Some significant quartz veining and silicification has also been logged in sediments proximal to contacts with the main diorite body.

Au assaying has identified low level mineralisation associated with shearing and quartz veining, in the main diorite body and in the sediments proximal to the diorite contacts. No significant Au mineralisation was encountered on the Tanyoko North trend.

XRF analysis confirms continuation of copper anomalism along the Sartenga Trend, along strike from the Sartenga copper-gold discovery, reported by West African Resources. The copper is located along the sheared granite - sediment contact. Selected lines of drilling have been submitted for base metal assaying (results pending) to test low level copper anomalism (XRF, values ranging 100 - 1000 ppm) along the Sartenga Trend near the southern permit boundary.

The Company continues to evaluate the results of the drilling. A summary of the drilling is presented in Figure 2, and all drill results are presented in Table 1.

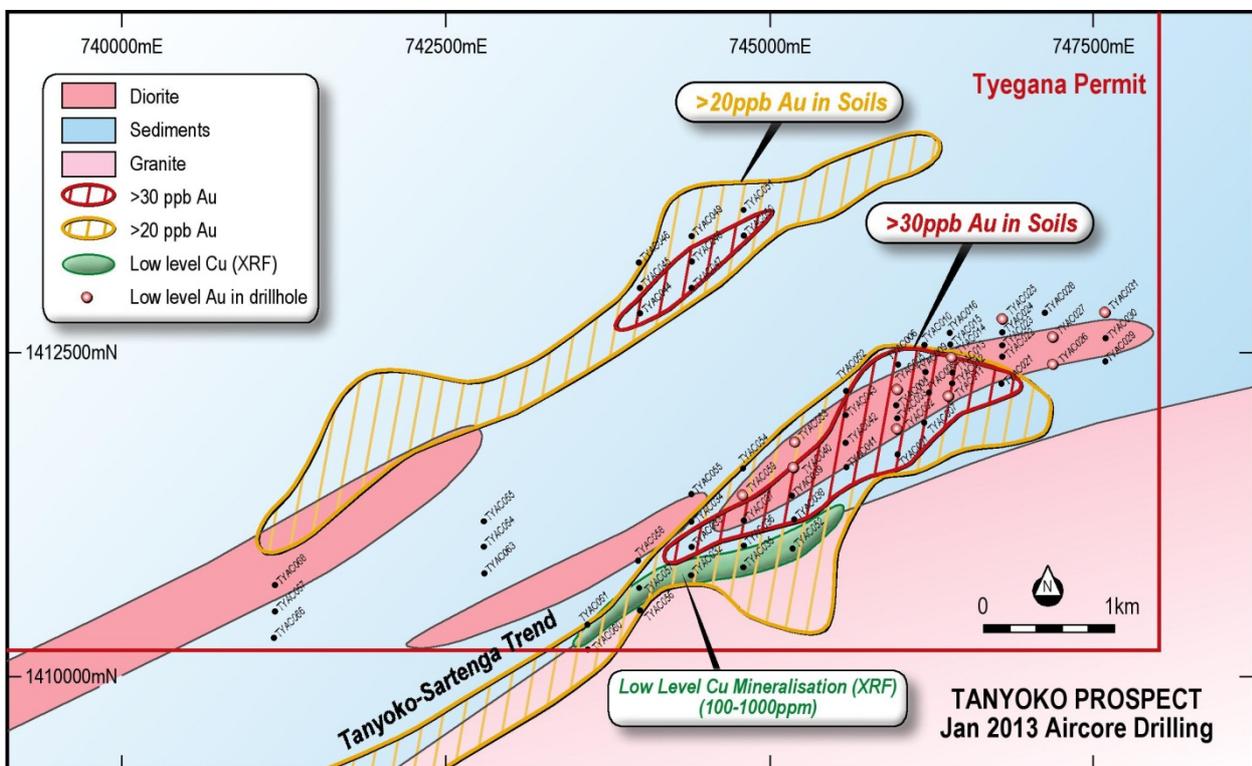


Figure 2: Tyegana 1 Aircore Drill Plan and Interpreted Geology

Table1 Complete Drilling Results

HOLE ID	UTMZ30N_EAST	UTMZ30N_NORTH	RL	DIP	AZI	DEPTH	FROM	TO	INTERVAL	Au_ppm	
TYAC001	745995	1411706	342	-60	360	48			NSA		
TYAC002	745999	1411899	340	-60	360	54	44	48	4	0.76	
TYAC003	746000	1411997	338	-60	360	24			NSA		
TYAC004	746001	1412103	337	-60	360	35			NSA		
TYAC005	746002	1412200	335	-60	360	57	32	36	4	1.07	
TYAC006	746000	1412402	341	-60	360	65			NSA		
TYAC007	746202	1411950	336	-60	360	30			NSA		
TYAC008	746200	1412153	336	-60	360	21			NSA		
TYAC009	746201	1412351	339	-60	360	22			NSA		
TYAC010	746198	1412555	340	-60	360	75			NSA		
TYAC011	746400	1412148	333	-60	360	22	20	22	2	0.43	
TYAC012	746399	1412250	334	-60	360	24			NSA		
TYAC013	746402	1412356	337	-60	360	25			NSA		
TYAC014	746402	1412453	338	-60	360	17	8	12	4	0.55	
TYAC015	746397	1412552	339	-60	360	67			NSA		
TYAC016	746395	1412649	343	-60	360	48			NSA		
TYAC021	746797	1412255	337	-60	360	45			NSA		
TYAC022	746833	1412478	343	-60	180	30			NSA		
TYAC023	746799	1412554	340	-60	360	32			NSA		
TYAC024	746799	1412648	338	-60	360	77			NSA		
TYAC025	746804	1412757	334	-60	360	42	36	40	4	0.61	
TYAC026	747200	1412397	333	-60	360	43	36	40	4	1.09	
TYAC027	747203	1412609	331	-60	360	47	40	44	4	1.08	
TYAC028	747196	1412802	338	-60	360	59			NSA		
TYAC029	747596	1412417	337	-60	360	41			NSA		
TYAC030	747603	1412608	332	-60	360	33			NSA		
TYAC031	747600	1412802	327	-60	360	49	16	20	4	0.54	
TYAC032	744399	1410802	331	-60	360	50			NSA		
TYAC033	744398	1410998	334	-60	360	20			NSA		
TYAC034	744397	1411195	337	-60	360	27			NSA		
TYAC035	744802	1410852	331	-60	360	42			NSA		
TYAC036	744799	1411006	334	-60	360	29			NSA		
TYAC037	744800	1411201	333	-60	360	27			NSA		
TYAC038	745197	1411198	338	-60	360	29			NSA		
TYAC039	745196	1411412	347	-60	360	44			NSA		
TYAC040	745194	1411601	343	-60	360	44	8	12	4	0.50	
							16	20	4	0.37	
							24	32	8	0.50	
TYAC041	745602	1411600	342	-60	360	38			NSA		
TYAC042	745602	1411803	336	-60	360	38			NSA		
TYAC043	745600	1412008	340	-60	360	38			NSA		
TYAC044	743995	1412804	361	-60	360	80			NSA		
TYAC045	744001	1413000	370	-60	360	80			NSA		
TYAC046	743994	1413202	373	-60	360	80			NSA		
TYAC047	744400	1413002	370	-60	360	71			NSA		
TYAC048	744396	1413203	368	-60	360	80			NSA		
TYAC049	744399	1413400	362	-60	360	80			NSA		
TYAC050	744800	1413400	360	-60	360	80			NSA		
TYAC051	744801	1413599	358	-60	360	80			NSA		
TYAC052	745199	1411000	334	-60	360	38			NSA		
TYAC053	745202	1411801	343	-60	360	50	20	24	4	0.90	
TYAC054	744801	1411601	339	-60	360	38			NSA		
TYAC055	744399	1411400	340	-60	360	32			NSA		
TYAC056	744009	1410502	333	-60	360	60			NSA		
TYAC057	744002	1410703	334	-60	360	47			NSA		
TYAC058	743999	1410906	335	-60	360	35			NSA		
TYAC059	744797	1411402	338	-60	360	26	4	12	8	0.30	
TYAC060	743601	1410206	333	-60	360	53			NSA		
TYAC061	743600	1410403	328	-60	360	26			NSA		
TYAC062	745605	1412200	344	-60	360	68			NSA		
TYAC063	742799	1410805	344	-60	360	71			NSA		
TYAC064	742800	1410998	346	-60	360	47			NSA		
TYAC065	742798	1411200	343	-60	360	42			NSA		
TYAC066	741198	1410306	337	-60	360	72			NSA		
TYAC067	741199	1410496	339	-60	360	24			NSA		
TYAC068	741201	1410700	344	-60	360	23			NSA		
NSA - No Significant Assay						TOTAL	2941				

Tyegana 1 Prospect A Peotenga Drill Target

The Peotenga Prospect (Prospect A) has been the focus of work completed to date by the Company at Tyegana 1. The Company completed the first soil sampling program over the prospect area in December 2011 which defined a broad anomalous Au zone over 1.2km long, encompassing the area of artisanal activity and extending to the east.

The zones of artisanal workings at Peotenga are mostly developed on multiple, narrow quartz - sulphide veins within altered and sheared metasediments adjacent to a contact with pervasively altered granodiorite. The quartz veins are mostly foliation parallel and steeply dipping, striking east-north-east. The artisanal workings extend east - west for approximately 400m and cover a zone approximately 250 metres wide.

In May 2012, the Company completed a program of 24 RC holes totalling 2,303 metres at the Peotenga prospect. The program was designed to test below the artisanal workings and to test along strike to the east and west where soil sampling has indicated extensions to the gold anomaly. The holes were generally drilled on traverses spaced at 160 metre intervals, over a strike length of 1,040 metres.

On drill section 737640 mE, two significant intercepts (previously reported 26 July 2012) in TYRC002 are located in a 50m wide sheared granodiorite - sediment contact with associated sericite - silica alteration. The Company, through field mapping and re-interpretation of geology has identified a potential 600m strike length zone (and open to the south-west) previously untested by the first round of RC drilling.

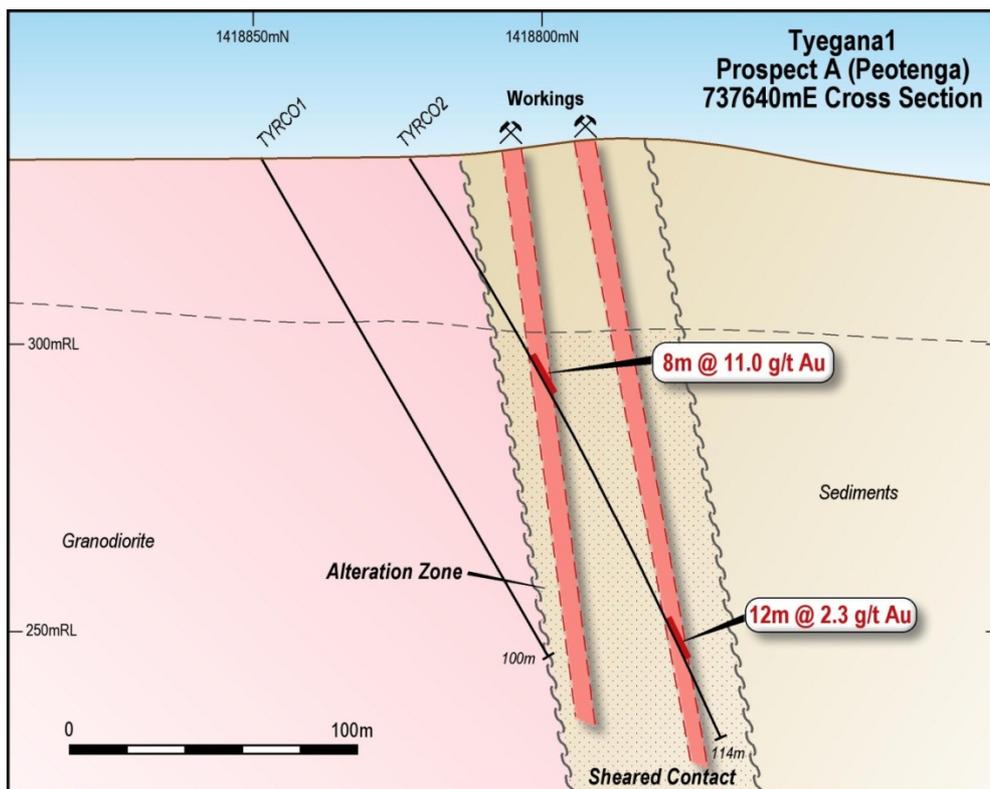


Figure 3: Tyegana 1 Peotenga Prospect A 737640mE cross section

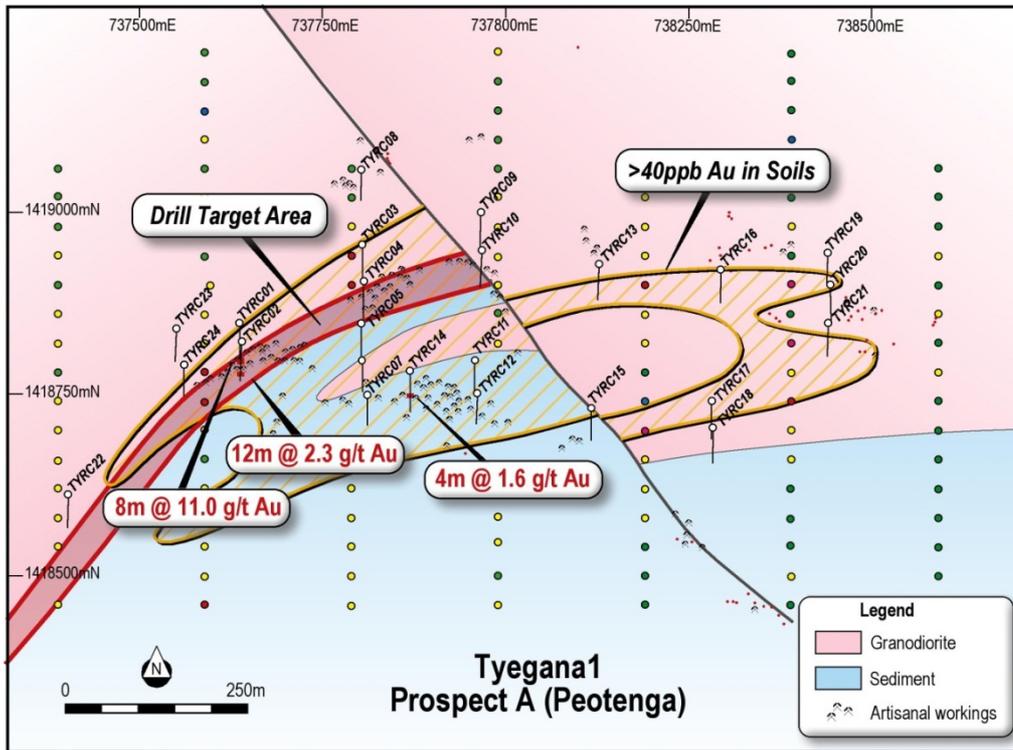


Figure 4: Tyegana 1 Peotenga Prospect A Drill Target

Tyegana 1 NW Cu Anomaly

Base metal results received in late December, 2012 from 800 m East x 200 m North grid soil sampling across the entire permit have identified a 3.2 km long by 0.7 km wide copper in soil anomaly in the north-west of the Tyegana 1 permit. The anomaly is orientated northwest-southeast, and parallel to regional structures which are mapped to the northeast. The company is planning follow up field work to evaluate the copper anomaly.

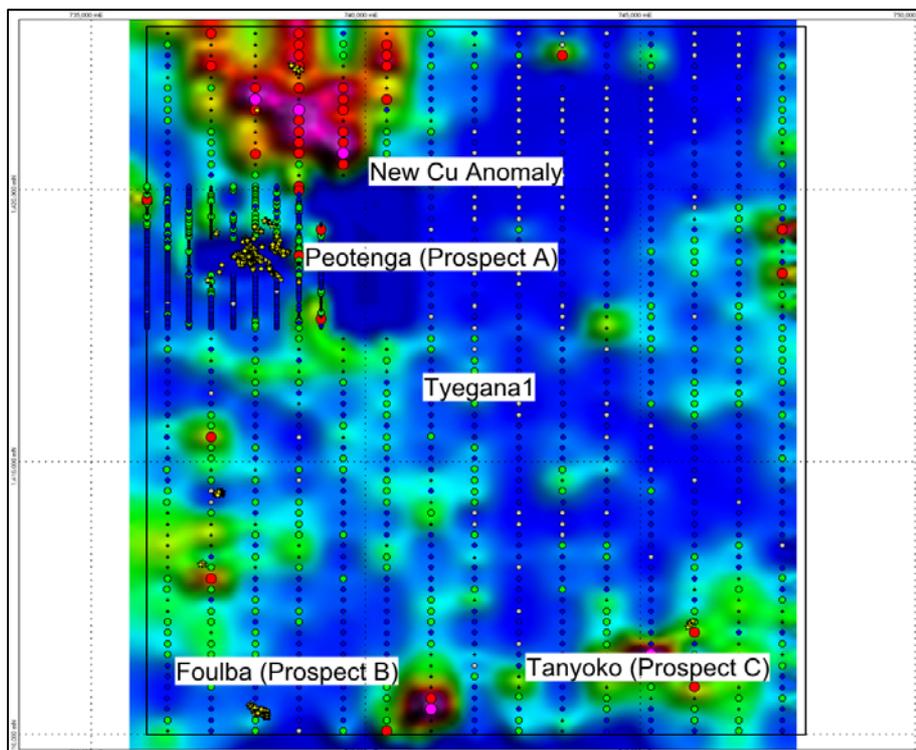


Figure 5: Tyegana 1 Permit showing Cu in soil anomalism

Planned Exploration Activities

In addition to follow-up of the high grade drill intercepts at Peotenga, the Company is currently focussing on following up geochem anomalies at Tyegana 1, and is planning new soil geochem programmes over prospective geology at Taonsgo and Zaongo, which are previously untested. At Sebila, the Company is planning new soil geochem programmes over prospective geology along strike from the known Damesma and Pampa Prospects.

The Company plans to complete the following exploration activities at its permits:

Tyegana 1 - Complete soil geochem, mapping and rock chipping programmes to follow up anomalies identified in 800 mE x 200 mN regional soil sampling to further define the North West Copper Anomaly, and at Foulba (Prospect B), an area of recent, intense artisanal gold mining activity.

Taonsgo - Complete first pass programmes of soil geochem, mapping and rock chipping to test projection of copper anomalies trending E-W from West Africa Resources Sartenga permit toward Taonsgo (refer ASX: WAF Release 13/11/2012), and regional structures mapped in the Taonsgo permit.

Zaongo - Complete first pass programmes of soil geochem, mapping and rock chipping to test prospective greenstone lithologies, and regional structures mapped (some of which are parallel to Markoye Structure, host to the 10 million oz Essakane gold deposit) in the permit.

Sebila - Complete soil geochem to test sheared felsic volcanic contacts along strike from Damesma (where RC drilling intersected 20m @ 2.2g/t in shear dacitic tuffs), complete soil geochem, geological mapping and rock chipping to finalise drilling targets at the Pampa Prospect, a long term, active artisanal site.

Following completion of this round of exploration, the Company will prioritise drilling targets.

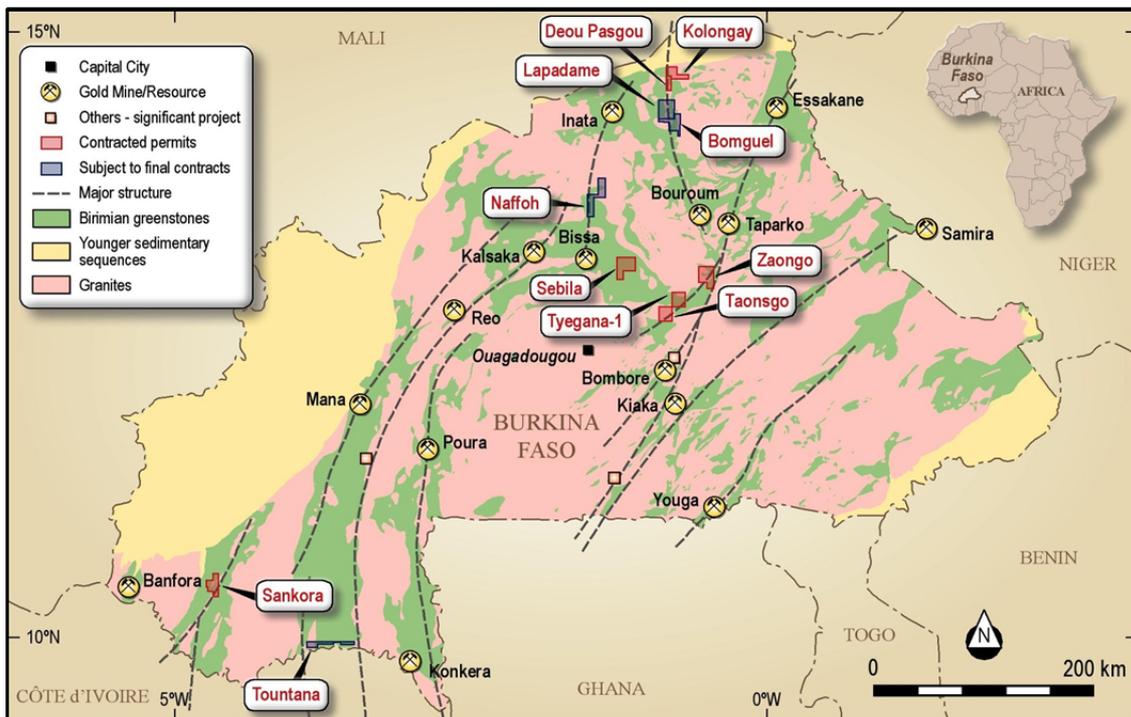


Figure 6: Burkina Faso Tenement Map

ABOUT CREDO:

Credo Resources Ltd is an Australian based mineral exploration company, focused on gold exploration in the sought after and emerging greenstone belts of Burkina Faso. Credo is now engaged in work programs on the Burkina Faso properties.

For further Information please contact:

Robert Kirtlan or Peter Rolley on 08 9381 4866 or visit our website at www.credoresources.com.au

Competent Person Statement

The information relating to Exploration Results is based on information compiled and reviewed by Mr. Damon Elder, who is a Member of the AusIMM . Mr Elder is a geological contractor to Credo Resources Limited.

Mr. Elder has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Elder consents to the inclusion in the report of the matters based on this information in the form and context in which it appears.

Forward Looking Statements

This document may include forward looking statements. Forward looking statements include, but are not necessarily limited to, statements concerning Credo Resources Limited's planned exploration programme and other statements that are not historic facts. When used in this document, the words such as "could", "indicates", "plan", "estimate", "expect", "intend", "may", "potential", "should" and similar expressions are forward looking statements. Such statements involve risks and uncertainties, and no assurances can be provided that actual results or work completed will be consistent with these forward looking statements.