Crusader Resources Ltd

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ASX Release

Lake Throssell Uranium Project - Exploration Update

Crusader Resources (ASX:CAS) has finalised exploration plans for the Lake Throssell Uranium project, located approximately 200km to the north east of Laverton in Western Australia.

The decision to advance exploration at Lake Throssell was a principal driver for Crusader's recent placement and the rights issue currently underway. The positive change in position taken by the Western Australian government to exploration and mining for uranium was also key.

Crusader has recently added to its landholding in the area with two new applications for exploration licences and one of its existing applications has recently been granted. Crusader's tenements now cover in excess of 2,500 sq kilometres and over 80 linear km of prospective paleochannel.

Crusader is also presently engaged with the Cosmo Newbery Land Council in regard to an access agreement for the remaining areas not yet granted.

Crusader is targeting a range of styles of uranium mineralisation in the paleochannel system, which hosts a significant deposit at the nearby Thatcher Soak. The Company believes the project presents an exciting exploration opportunity, supported by:

- The presence of uranium mineralisation at surface on one of Crusader's tenements in calcrete samples.
- The presence of a significant (11Mlbs of U_3O_8) deposit "up-paleochannel" at Thatchers Soak.
- The absence of significant historical or modern ground exploration in the area.
- The presence of a major paleochannel confluence within the project area, with significant surficial radiometric anomalies both upstream of the confluence, on Lake Throssell and at Thatchers Soak, and downstream on Lake Yeo.
- The paleochannel over Lake Throssell is extensively covered by recent sands which could be obscuring a radiometric signature from mineralisation.

These geological factors provide a strong technical rationale for the planned program. Crusader is targeting three styles of mineralised systems which are:

- *Calcrete hosted deposits.* The Yeerlirrie deposit (52,500t of contained U_3O_8 @ 0.15%) located near Wiluna in WA and the Thatchers Soak deposit (Uranex) are examples. These are shallow deposits which are hosted in paleodrainages.
- *Sandstone hosted*. The Beverly (17,800t @0.15% U_3O_8) and Honeymoon (2,460t @0.2% U_3O_8) uranium projects in South Australia are sandstone hosted examples, hosted deeper in paleodrainages.
- *Lignite hosted*. Mulga Rocks (20,972t @0.047% U_3O_8) also in WA is an important example.

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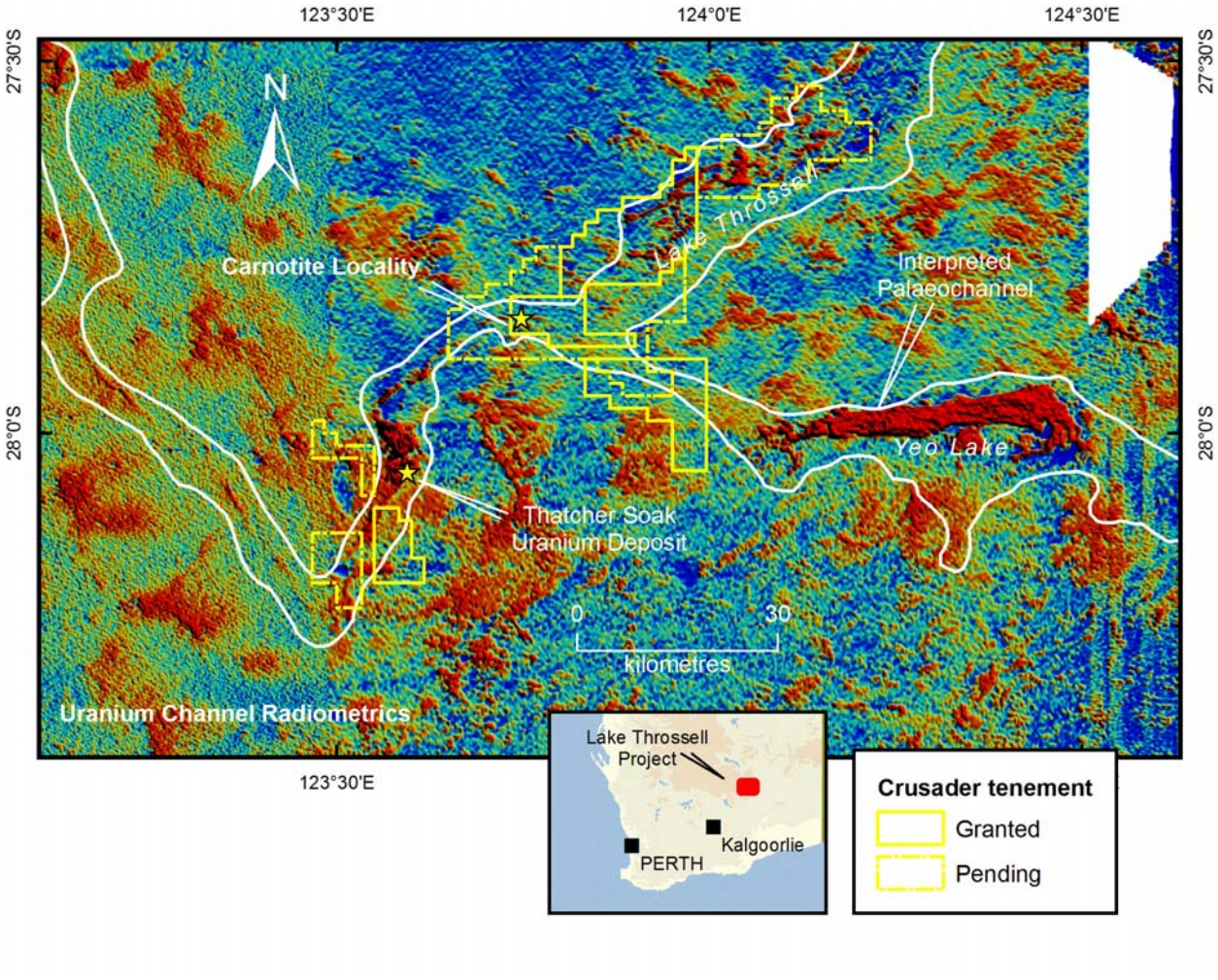
Crusader intends to execute a staged exploration program, dependant on initial results and on finalising the details of access with the aboriginal title holders. An initial field visit to tenements E38/1476 and E38/1910 (see figure1) to locate access for drill rigs and for preliminary mapping will be implemented immediately. E38/2159 (application) has been recognised as significant by desktop studies and granting of this tenement is being prioritised .

Figure 1. Lake Throssell location map.



Drilling will follow using an aircore rig, which will systematically test the interpreted locations of the thinly covered paleochannels. It is expected that drilling will commence during this quarter- subject to rig availability.

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, Minerals 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.

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About Crusader

Crusader Resources Ltd (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, tin, gold, tungsten and uranium. Crusader applies leading edge exploration skills to the discovery of new prospects and continues to utilise its strong networks in Brazil, Australia and around the world to identify new opportunities.

The Company's development project is the Posse Iron project located in the Iron Quadrilateral of Minas Gerais state, Brazil. It is located 30km from the regional capital and iron ore mining centre of Belo Horizonte. Crusader has recently updated the resource inventory at Posse to an Indicated Mineral Resource of 4.83Mt at 47.39% Fe and Inferred Mineral Resource of 31.18Mt at 42.89% Fe (Refer to announcement made 11 May 2009 http://www.asx.com.au/asxpdf/20090511/pdf/31hjb3wk8cvk3n.pdf). A positive Scoping Study by international consultants, Coffey Mining, has encouraged Crusader to continue pursuing this project towards production. Licensing, off-take agreements and further technical work are all being vigorously pursued.

Crusader also has an extensive portfolio of Au, Sn, In and W projects within Brazil.

In Australia, Crusader has a portfolio of projects prospective for paleochannel uranium and Archaean gold and nickel.

The Lake Throssell Uranium project is 100% CAS owned, extensive (over 2,500km^2) and highly prospective project, located 200km to the NE of Laverton in WA. Crusader will initiate exploration in 2009 targeting uranium mineralisation in the extensive paleodrainage within the area.

Crusader Resources Ltd has 46,539,081 ordinary shares on issue.