



PROSPERITY

Media Release/ASX Release
18 June 2007

**DETAILED MAPPING CONFIRMS STRIKE AT
WOOLSHED IRON ORE PROSPECT,
25 KM NORTH OF MT GIBSON, W.A.**

Prosperity Resources Limited (ASX: **PSP**) and Mawson West (ASX:MWE) are pleased to announce results following a recent detailed mapping programme on the Woolshed Prospect as recommended by Hematite Consultants.

Present indications show a potential exploration target size of approximately 50-60MT of prospective DSO

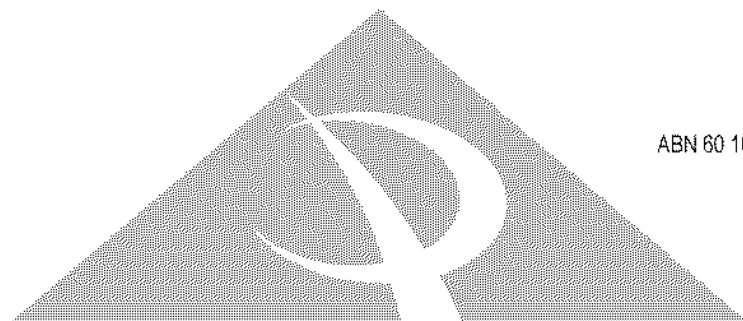
Prosperity Resources Ltd's Managing Director, Mr Ric Dawson said "This detailed mapping programme, which is testing an area with a strike length of 4 kilometres, will now progress to drilling to test from iron enrichment at depth."

Follow up iron analysis results from the mapping programme should be released in about two weeks and in the coming quarter RC drilling will commence after sourcing a suitable drill rig.

Mr Dawson said, "With close proximity to **Gindalbie Metals Ltd's** Karara Iron Ore deposits, **Mt Gibson Iron's** Extension Hill deposits and the existing road infrastructure, the prospectivity for this area is significant."

For further information contact:

Ric Dawson
Managing Director
(B) 089322587
(M) 04188921282



ABN 60 103 280 235



PROSPERITY

PROSPERITY RESOURCES LIMITED

Level 9, 190 St George's Terrace
PERTH WA 6000
PO Box 7516
CLISTERS SQUARE WA 6850
Tel: (+61 8) 9322 5872
Fax: (+61 8) 9322 5988
info@prosperity.net.au
www.prosperity.net.au

18 June 2007

Company Announcements Office
Australian Stock Exchange Ltd
ASX Release

DETAILED MAPPING CONFIRMS IRON ORE PROSPECT AT MT GIBSON

Woolshed Prospect

EL 59/1102 (PSP earning 60%, Mawson West 40%)

Following on from an assessment this year by Hematite Consultants on the Prosperity Resource's Iron Ore Project area at Mt Gibson, a detailed surface mapping and sampling programme proposed has recently been completed (see figure 1). The core exploration target defined by the assessment and subsequently mapping and sampling has been identified with dimensions approximately 2500m by 500m and then open under cover to the south west. Based on an inferred width of 50m, an assumed depth to 150 metres and an assumed bulk density of $3t/m^3$, the company is seeking an exploration target at the prospect of between 50 and 60 million tonnes of iron ore material. Further detailed mapping will be undertaken to assess if there is a south west extension to the zone, which in turn may increase the target area. The potential quantity is conceptual in nature, there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

The surface exposure of the iron formation has been mapped over a strike length of 800m; aeromagnetic interpretation infers a total strike of 2.5 kms. The true thickness of the enriched portion of the banded iron formation cannot be proven from surface mapping but is estimated to be of the order of 30-50 metres.

The company is now planning a reverse circulation drilling programme to test the enrichment at depth.

Quote from Iron Ore Project Report for Prosperity Resources Ltd May 2007, Hematite Consultants Pty Ltd: *"The Woolshed prospect shows the highest potential of the three prospects with a trend of bif enrichment associated with an intense magnetic high in the north-east of the area coupled within the apparent presence of a ~30 metre wide zone of possible bif enrichment north of Ninghan woolshed."*



ABN 60 103 280 235



PROSPERITY

Easting_GDA94	Northing_GDA94	Lithology	Sample ID	Magnetic Susceptibility (x 10 ⁻³)
528163	6750507	BIF, vertical dip, N strike	WS001a	13.3
530388	6752207	Small BIF outcrop, hill top	WS002	3.5
528337	6740287	BIF, dip 80°E, N strike	WS002b	2.0
528440	6750128	BIF, gossan - hill base slumping	WS002g	3.7
528602	6750249	BIF - goethitised, some texture remains	Ws002l	5.1
529618	6750881	Laterite, calcrete, hill top capping, pisoliths	WS011	10.0
529542	6750849	Narrow BIF outcrop, 2m wide - start	WS012	5.0
528811	6750625	BIF - goethitised, texture present	WS012a	1.0
529217	6751254	BIF <5m wide - start	WS020	16.3
529287	6751305	BIF cont.	WS022	1.4
529400	6751337	BIF cont.	WS023	7.4
528751	6750555	BIF	WS025a	5.2
529884	6751716	Sml BIF outcrop - EW strike	WS028	40.7
530292	6752142	Sml BIF outcrop - 1m x 30cm	WS030	5.0
530356	6752175	BIF - EW strike <2m wide x 20m long	WS032	24.6
528568	6750286	BIF	WS036a	1.7

The rock samples collected to date appear to be from a continuous banded iron formation and consist of layers of goethitic haematite and magnetite iron minerals.



Photograph 1: Outcrop of iron enrichment (left centre, near bush), note: backpack for scale, back centre



ABN 60 103 280 235



PROSPERITY



Figure 7. Photograph of enriched bif at WPT 112. Note relict bif texture in sample at left of picture.

Reference: Iron Ore Project Report for Prosperity Resources Ltd May 2007, Hematite Consultants, pg.16

The previous rock chip samples returned assay results up to 59.9% Fe with the majority of samples returning greater than 40% iron and low phosphorus (less than 0.1%). Surface samples are goethitised due to surface weathering and thus exhibit lower Fe grades than might be expected at depth.

This Woolshed Prospect gives the company a focused iron ore target over the coming quarters.

Yours sincerely

Ric Dawson
Managing Director

Prosperity Resources Limited is a junior resources exploration company, which currently holds tenements over the Yalgoo and Mt Gibson areas in Western Australia and is currently in the process of acquiring tenements in the Tennant Creek Goldfield

The information in the report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves compiled by Mr D. J. Holden, who is a Member of The Australian Institute of Mining and Metallurgy, with over 18 years experience in the mining industry. Mr Holden is employed by Shackleton Capital. Mr Holden 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 2004 edition of the "Australian Code for Reporting of Mineral Resources and Ore reserves". Mr Holden consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.



ABN 60 103 280 235



PROSPERITY

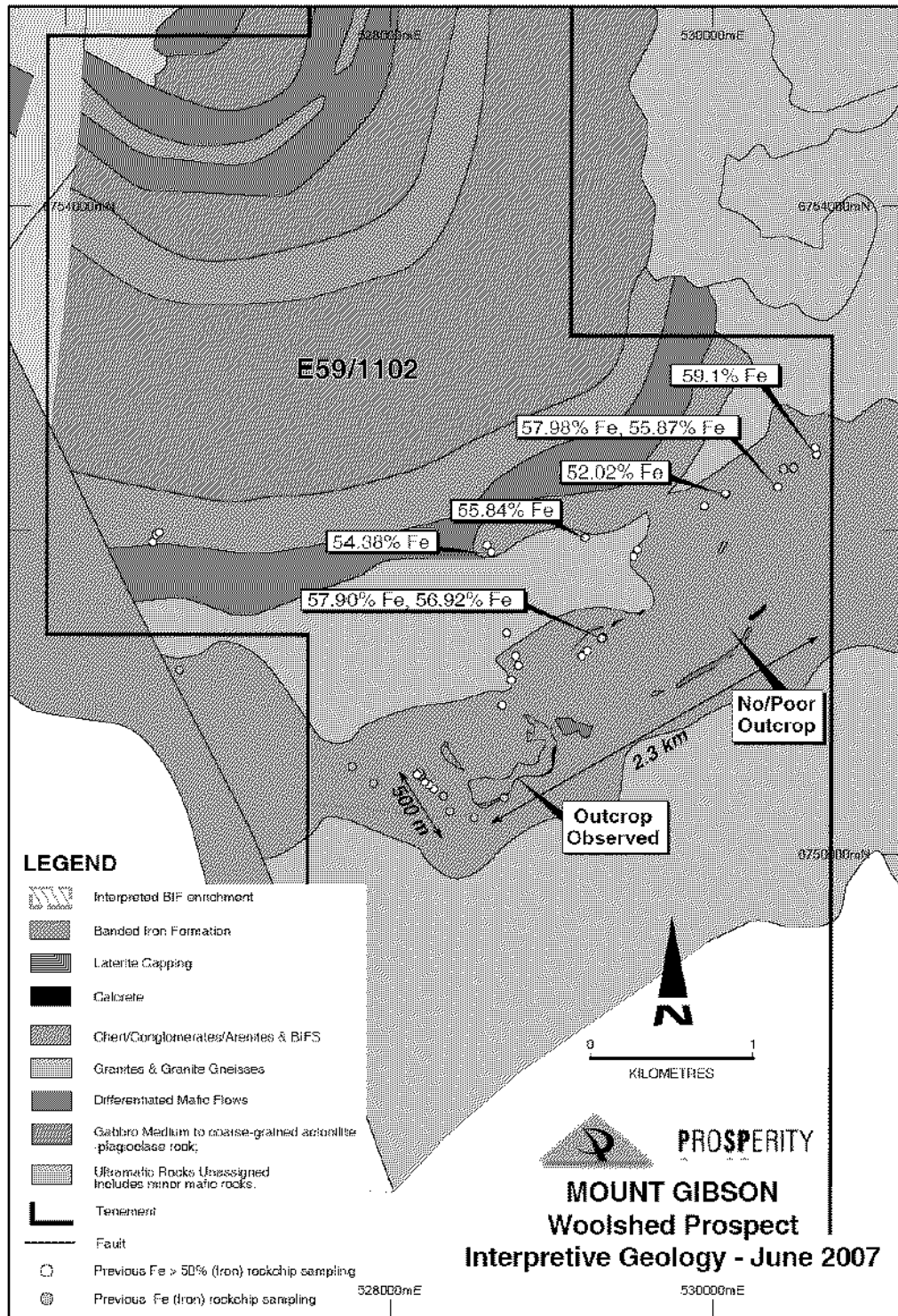


Figure 1: Interpretative Geological Map with Previous Rock Chip Samples





PROSPERITY

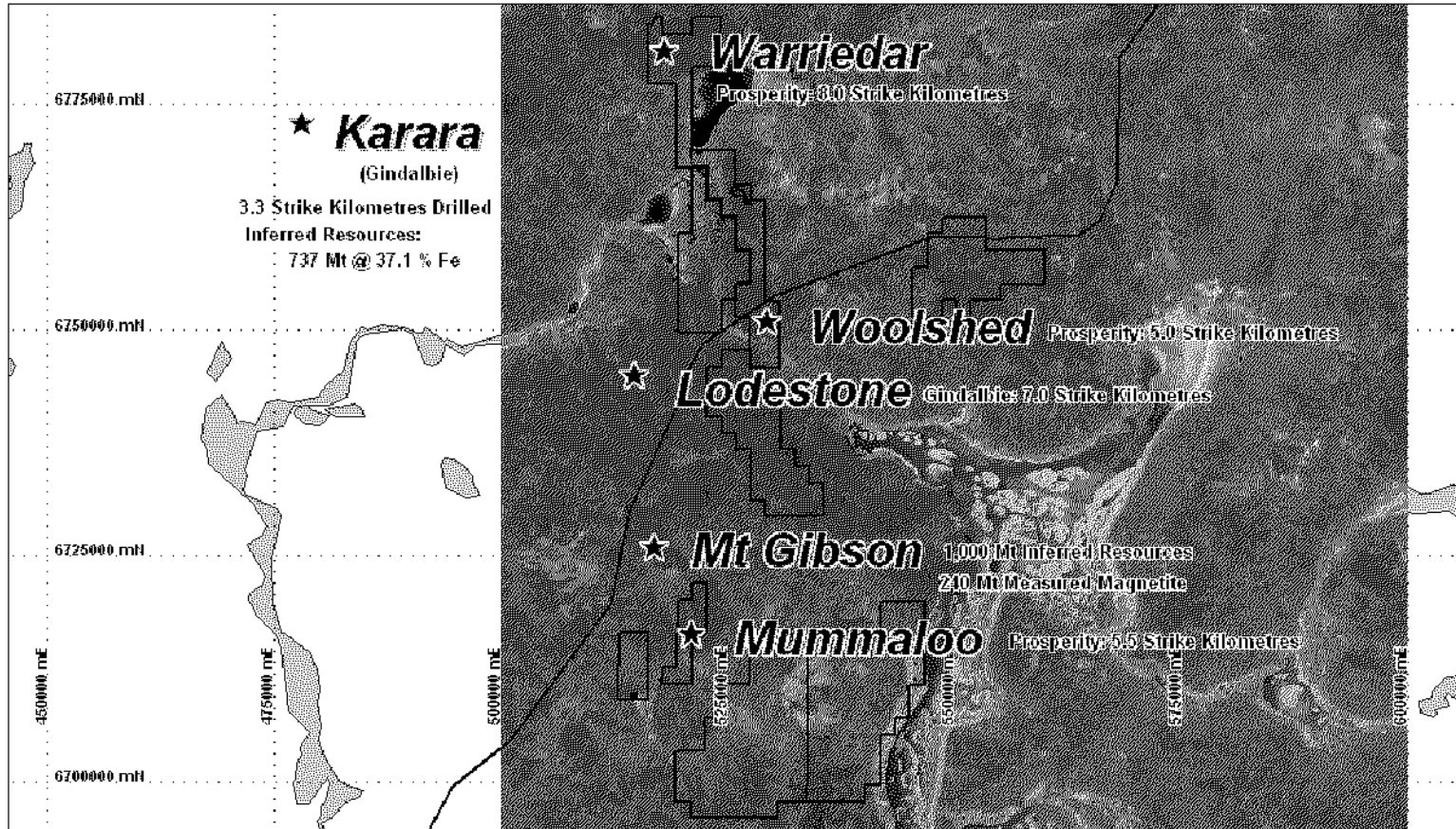


Figure 2: Regional Significance to Mt Gibson Iron’s Extension Hill Project and Gindalbie’s Karara Project

