



GOLDEN CROSS RESOURCES LTD

ABN 65 063 075 178

22 Edgeworth David Ave
Hornsby NSW 2077
Phone (02) 9482 8833
Fax (02) 9482 8488

9 November 2005

CHAIRMAN'S ADDRESS TO SHAREHOLDERS AT 2005 AGM

Over the past six months over 5,000m of diamond core and RC drilling at Copper Hill has extended the footprint of the gold-copper porphyry mineralisation and identified a second higher grade component of the resource and importantly, improved our understanding of the controls on mineralisation.

We have had discussions with consulting geologists Hellmann & Schofield who have agreed to oversee and review preparations for the resource estimation task we have recently begun. We hope to report a resource estimate to JORC Code standards during the March quarter of 2006. Importantly, we expect a large part of this resource to be indicated as opposed to inferred.

Concurrently with that exercise we will undertake metallurgical recovery tests on the various mineral types that make up the resource. Assuming that the results of the resource estimate and the metallurgical tests are satisfactory we will then undertake a scoping study with a view to identifying the best way to bringing the resource into production.

Copper Hill represents a significant minerals project to Golden Cross. We believe it is the third largest copper-gold porphyry system in NSW apart from Northparkes and Cadia Valley. The footprint of mineralisation is comparable to other deposits in NSW and elsewhere, notably Cadia Hill.

It will be evident from all of this that Copper Hill will require all our efforts, focus and resources of personnel and money during 2006. To this end we must ensure the Company is well funded to take the project through to a decision to undertake a full bankable feasibility study.

Accordingly the Board has decided to undertake a rights issue to shareholders on the basis of 2 new shares at 3.5 cents each for every 5 shares held. Every two shares issued will be accompanied by one option, exercisable at 5 cents by 30 September 2006 for no additional consideration. The rights issue will, if fully subscribed, raise approximately \$3 million. The Board will retain the right to place any shortfall and is in discussion with potential underwriters.

The rights issue will be non-renounceable, but in order to provide a benefit for those shareholders who may not be in a position to take up their rights, the Company will undertake a bonus issue of options to all shareholders on the basis of 1 free (5 cents, 30 September 2006) option for every five shares held. The record date for determining entitlements to the non-renounceable rights issue will be 29 November 2005 and the record date for the bonus issue will be 22 December 2005.

Given the need to focus on Copper Hill the Board has decided not to proceed at this point in time with the foreshadowed float of the Adelong and Kempfield assets.