

26 October 2012

NEW GOLD ANOMALY AT TYEGANA 1

- Exciting gold anomaly located in the south eastern corner of Tyegana 1 on trend from the Sartenga copper-gold discovery of West African Resources (WAF:ASX)
- The new Tyegana 1 gold anomaly is over 4 kms in length and 1.4kms in width
- The Company is fast tracking airborne magnetic survey and drilling

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

Tyegana 1 Gold Anomalies

The Company has received assays from a soil geochemical program covering the full extent of the Tyegana 1 permit which has highlighted two large and significant soil anomalies (Figure 1). The soil sampling was undertaken on a grid of 800m by 200m. Approximately 2kgs of surficial soil was collected and despatched to SGS Laboratories in Ouagadougou, Burkina Faso. The soils were pulverised to 80% passing 75um and then bottle roll leached in cyanide. The resultant solution was analysed for gold. A sub sample has been submitted for multi element ICP analysis. Blanks and duplicate samples were inserted at a frequency of one to twenty samples.

The main gold anomaly (Tanyoko-Sartenga trend) extends over 4 kms in length and is up to 1.4kms wide. An area of artisan gold workings occur within the northern end of the anomaly which is coincident with a regional magnetic high.

A second, strike parallel gold anomaly (Tanyoko North trend) was outlined 1km to the north-west of the main anomaly and extends over 6 kms in length.

Figure 1 shows the two 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. Note that the gold results of WAR are from auger drilling, whilst Credo's results are from surficial soils and are likely to be lower absolute values as a result of the different sampling medium.

It is clear the Tanyoko-Sartenga trend and its coincident magnetic structure are continuations of the Sartenga copper-gold anomaly of West African Resources, and extends the Sartenga anomaly for a further 4 kms.

Both geochemical anomalies at Tyegana 1 are of major interest to the Company and present as the next immediate target to be drilled.

Prior to drilling a detailed aeromagnetic survey will be flown to assist in target generation and prioritisation. The airborne survey is scheduled to occur within the next two months with drilling proposed to commence in January or February 2012.

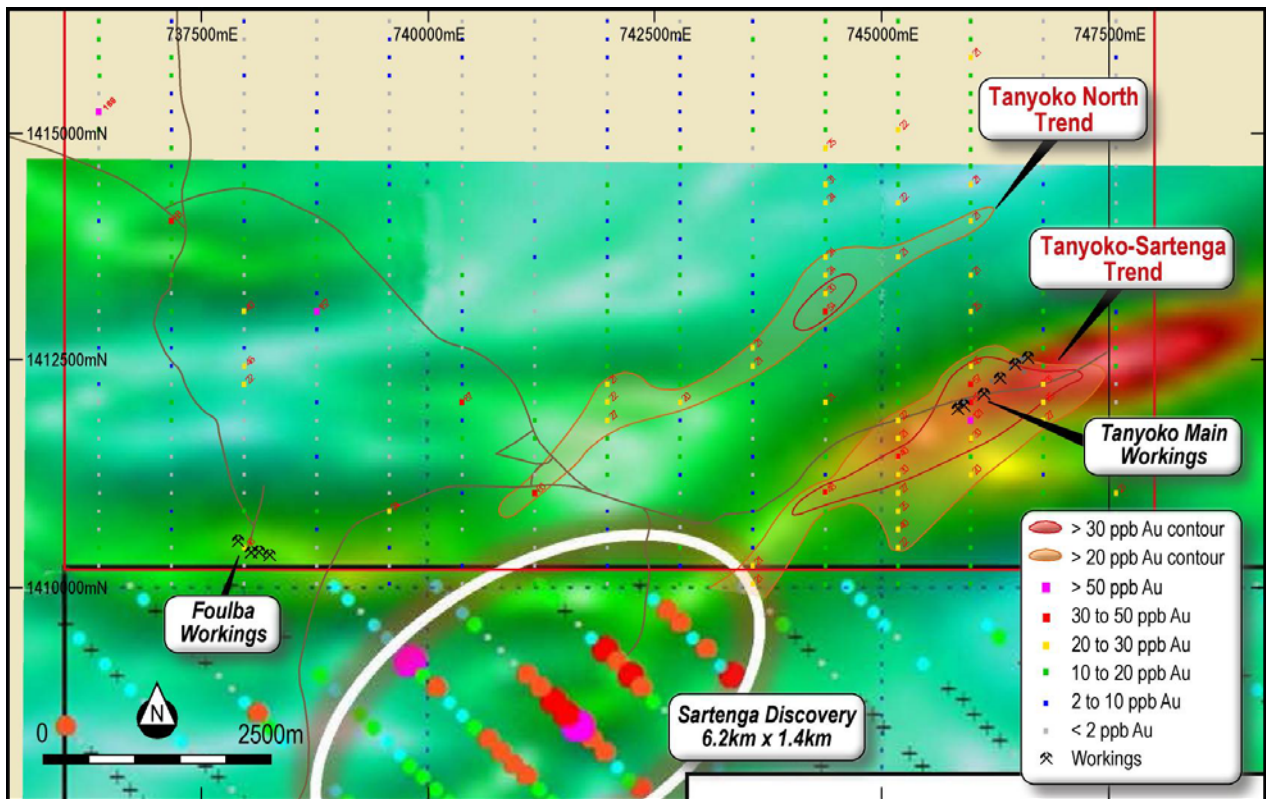


Figure 1: Tyegana 1 Permit Tanyoko soil anomalies

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:

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Competent Person Statement

The information relating to Exploration Results is based on information compiled and reviewed by Mr. Kevin Shugg, who is a Member of the AIG . Mr Shugg is a full time employee of Credo Resources Limited.

Mr. Shugg 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. Shugg 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.