

30 April 2013

Quarterly Report for the period ending 31 March 2013

HIGHLIGHTS

- Gold and base metals anomaly, on trend from the Sartenga discovery (WAF:ASX), drill tested during the quarter

SUMMARY

Burkina Faso Activities

The Company undertook a 2,941m air core program at the Tanyoko Prospect located on the Tyegana 1 Permit. Results from this program were released to the ASX on 12 March 2013. The Company has continued to review its permit position and has attempted to renegotiate the terms attaching to most permits.

In the absence of satisfactory vendor terms being renegotiated the Company has withdrawn from the Sankora, Deou Pasgou and Kolongay permits during the quarter and Zaongo and Taonsgo subsequent to the quarter ending.

The Company currently has obligations relating to two (2) permits Sebila and Tyegana-1 with four permit applications for Lapadame, Bomguel, Naffoh and Tountana in progress (Figure 1, Table 1). The Company can withdraw from any or all permits at any time.

Australian Activities

The Company has continued to reduce costs and maintain its focus on the higher priority Burkina Faso permits. As a consequence, the Company has commenced rationalising its Western Australian permits (Table 2). No work has been completed on Western Australian permits during the quarter.

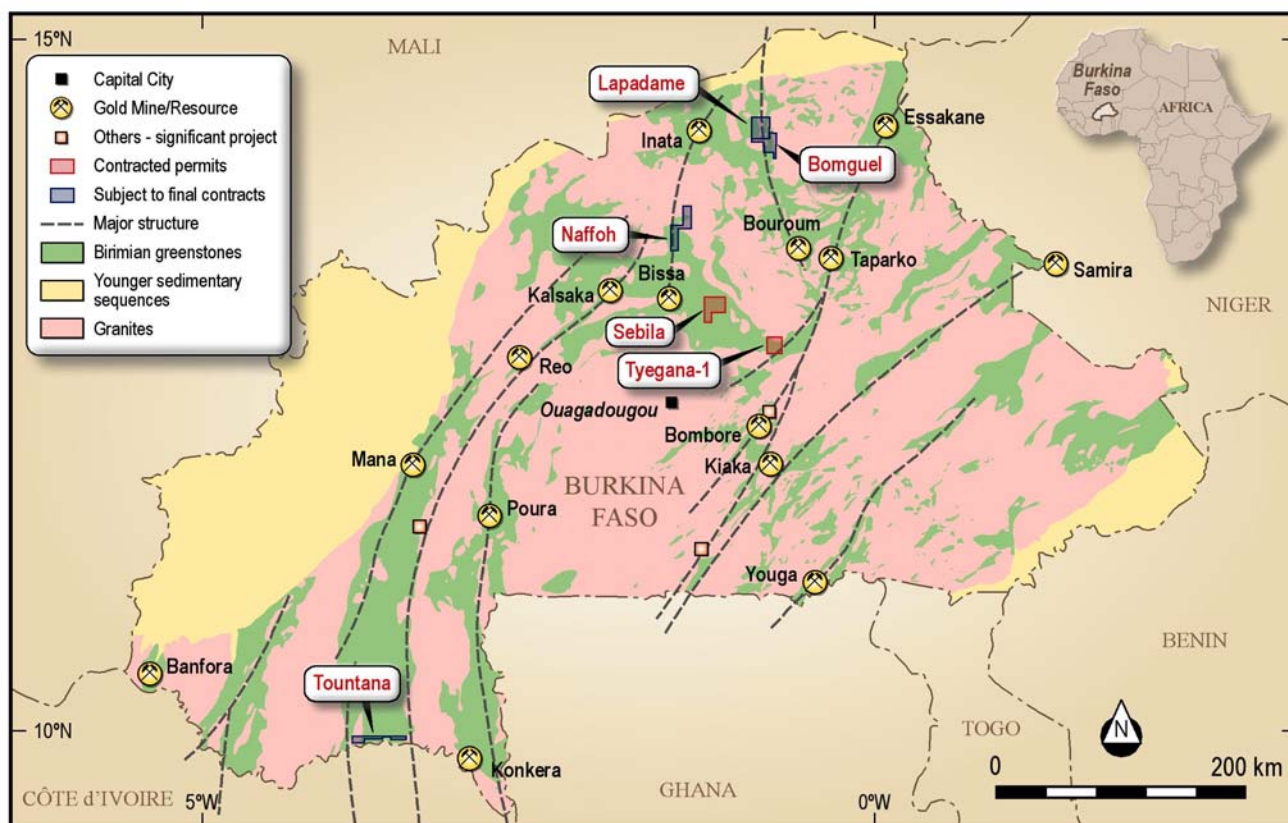


Figure 1: Burkina Faso Permit Location Map

Tyegana 1 Permit

The Company completed a 2,941m air core drilling program at the Tanyoko Prospect located in the southeast of its Tyegana 1 permit (refer ASX release 12 March 2013).

The drill programme tested two 30 ppb gold anomalies identified from the Company's soil sampling program in 2012. Base metal results of the soil sampling were received December, 2012, and also confirmed 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.

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 (Figure 2).

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 confirmed 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.

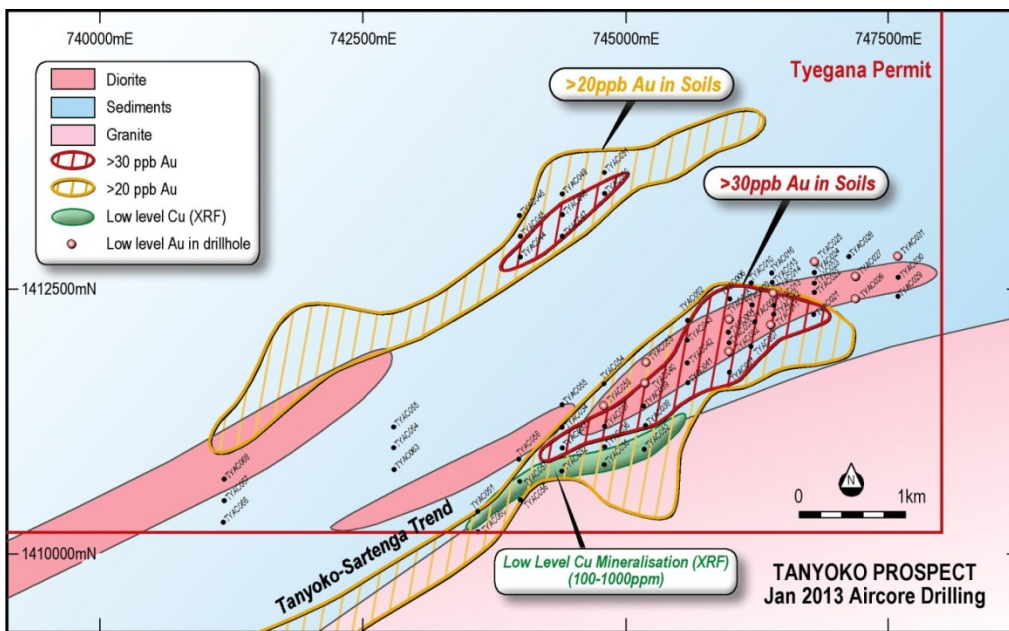


Figure 2: Tyegana 1 Aircore Drill Plan and Interpreted Geology

Drilling by Credo on Prospect A at Tyegana 1 in mid-2012 (reported 26 July 2012) intercepted anomalous gold in several drill holes, with significant values recorded in two holes. The best intercepts of 8m @ 11g/t and 12m @ 2.3 g/t can be seen in the attached Figures 3 and 4. Mineralisation in this zone extends over approximately fifty metres down dip and remains open along strike and at depth.

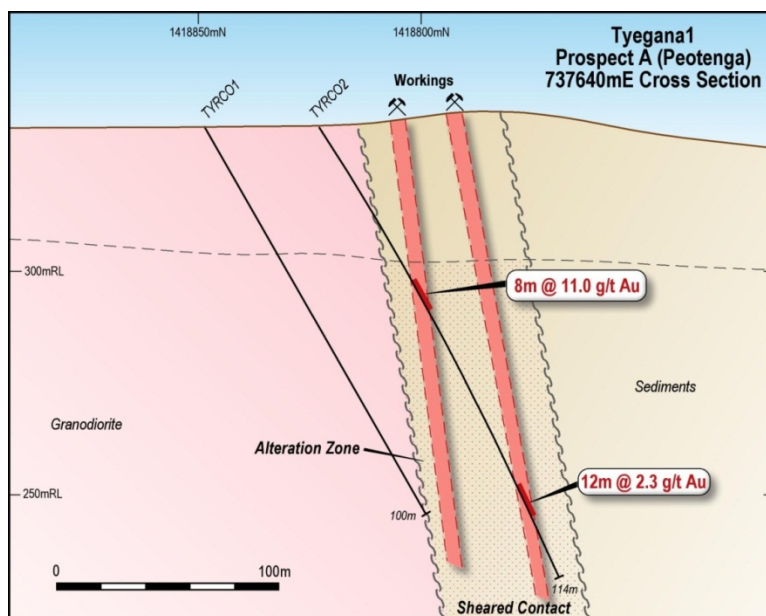


Figure 3: Tyegana 1 Peotenga Prospect A 737640mE cross section

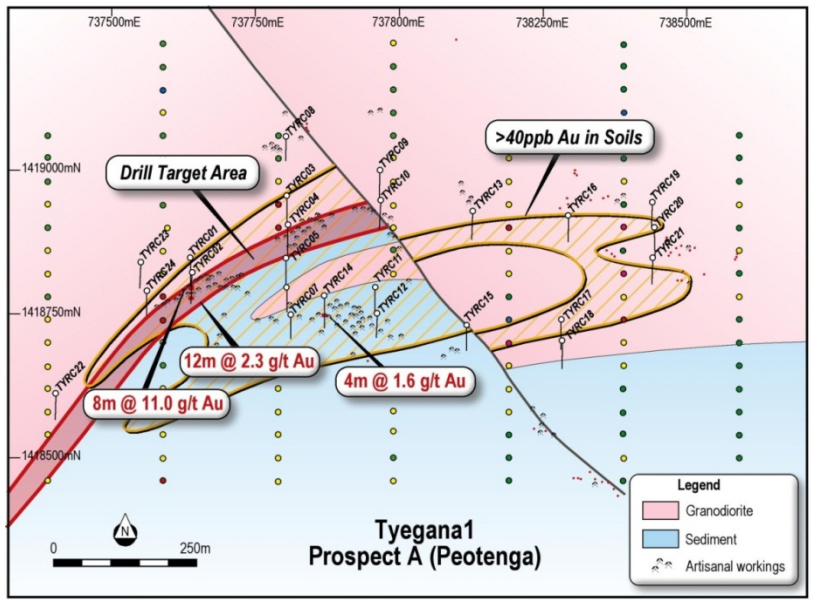


Figure 4: Tyegana 1 Peotenga Prospect A Drill Target

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).

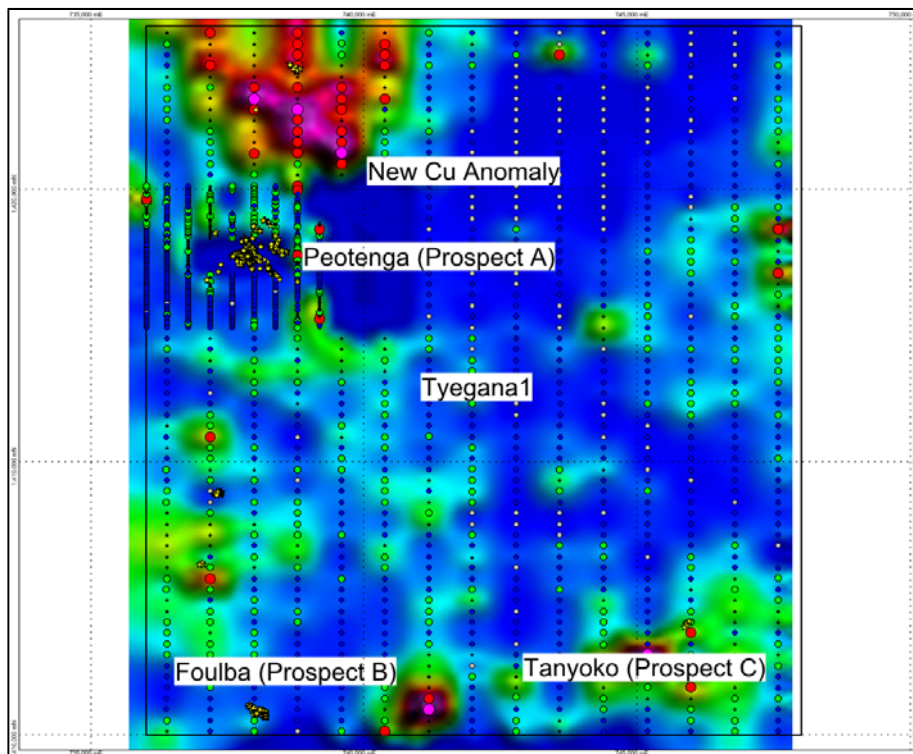


Figure 5: Tyegana 1 Permit showing Cu in soil anomalism

Burkina Faso - Proposed Work Programs

In accordance with the extreme market conditions the Company has prepared programs on its remaining two permits however, in the event conditions do not improve, the programs may be delayed or withdrawn.

The Company proposes 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.

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.

Burkina Faso Permits

TABLE 1 - Permit Schedule Summary

Prospect	Number	Interest	Comment
SEBILA	2006/06/040/MCE/SG/DGMGC	Option	
TYEGANA-1	2011/11/054/MCE/SG/DGMGC	Option	
TAONSGO	2011/11/263/MCE/SG/DGMGC		Withdrawn
ZAONGO	2011/11/255/MCE/SG/DGMGC		Withdrawn
NAFFOH		100%	In application
LAPADAME		100%	In application
BOMGUEL		100%	In application
TOUNTANA		100%	In application
SANKORA	2011/11/077/MCE/SG/DGMGC	Option	Withdrawn
DEOU PASGOU	2009/09/016/MCE/SG/DGMGC	Option	Withdrawn
KOLONGAY	2008/09/002/MCE/SG/DGMGC	Option	Withdrawn

Western Australian Tenements

Kalgoorlie, Ora Banda Tenements

TABLE 2 - Tenement Schedule Summary

Prospect	Number	Interest	Comment
DIXIE PROJECT	M24/684	Option	Relinquished on 13 February 2012.
FAIR ADELAIDE	P24/4051	80%	
FAIR ADELAIDE	P24/4052	80%	
FAIR ADELAIDE	P24/4053	80%	
FAIR ADELAIDE	P24/4054	80%	Rentals are up to date. Application for minimum expenditure exemptions have been submitted.
FAIR ADELAIDE	P24/4055	80%	
FAIR ADELAIDE	P24/4056	80%	
FAIR ADELAIDE	P24/4057	80%	
FAIR ADELAIDE	P24/4058	80%	
FAIR ADELAIDE	P24/4059	80%	
WYCHEPROOF EAST	P24/4471	0%	An application to surrender the tenements is being prepared. Minimum expenditure application exemptions have not been applied for.
BARDOC NORTH	P24/4487	0%	
CAWSE EXTENDED	E24/178	0%	
CAWSE EXTENDED	E24/179	0%	
BOOMERANG DAM	P27/1702	100%	
BOOMERANG DAM	P27/1703	100%	
BOOMERANG DAM	P27/1704	100%	
BOOMERANG DAM	P27/1705	100%	
BOOMERANG DAM	P27/1706	100%	

CORPORATE

Cash available as at 31 March 2013 is \$1.051m.

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 properties.

For further Information please contact:

Robert Kirtlan 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 2004 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.