

30th April 2008

March 2008 Quarterly Report

Highlights

- **Planning was finalised for a minimum 8000 metre diamond drill program on the Sisorta project, which is on track to begin in late April.**
- **A Geophysical contractor was selected to begin a 24 line, 64 line kilometre Induced Polarisation ground geophysical survey over the Sisorta project and adjacent areas. The survey is scheduled to begin in mid May.**
- **During the quarter, 15 licenses were acquired in Northeastern Turkey on four separate projects with epithermal gold and porphyry copper-gold potential. Followup work on these properties will take place during the second and third quarters of 2008.**
- **The company has continued to assess more project opportunities, particularly in the gold sector.**

Chesser Resources Limited ("Chesser") (ASX Code: CHZ) is pleased to report on its activities for the quarter ended March 31, 2008. The company has made significant advances in its strategy to develop a portfolio of advanced gold exploration projects, as well as advancing exploration on its existing projects.

Projects

Sisorta, Turkey

(Chesser earning up to 70%, Eurasian 100%)

Gold

The Company announced on the 31st of October 2007 that it had signed a definitive agreement with Eurasian Minerals Ltd (TSX-V:EMX) to earn up to a 70% interest in its Sisorta Property in North-Central Turkey.

The Sisorta property is a volcanic-hosted high sulphidation epithermal project, in which drilling to date has demonstrated the existence of a significant body of near-surface oxide gold mineralisation with surface chip-channel sample fire assay grades of up to 14 grams per tonne gold reported by Eurasian Minerals. The project has a large footprint of outcropping mineralisation and anomalous soil geochemistry, only a small portion of which has been drilled.

Mineralisation on the Sisorta project is associated with a 2500m by 800m northwest-trending topographic high. The 28 drillholes carried out to date have shown the clear existence of a large zone of high grade oxide gold mineralisation which remains open to the northwest and southeast. Significant new drill results from the quarter include:

- **35.2 metres at 3.60 grams per tonne gold** from drillhole Sis17 starting at a depth of 113.3 metres, including **10.1 metres at 6.04 grams per tonne gold**
- **34.7 metres at 1.62 grams per tonne gold** from drillhole Sis13 starting at surface,
- **37.7 metres at 0.66 grams per tonne gold** from drillhole Sis16 starting at surface,
- **20.8 metres at 0.6 grams per tonne gold and 0.38 percent copper** from drillhole Sis15 starting at a depth of 30.45 metres

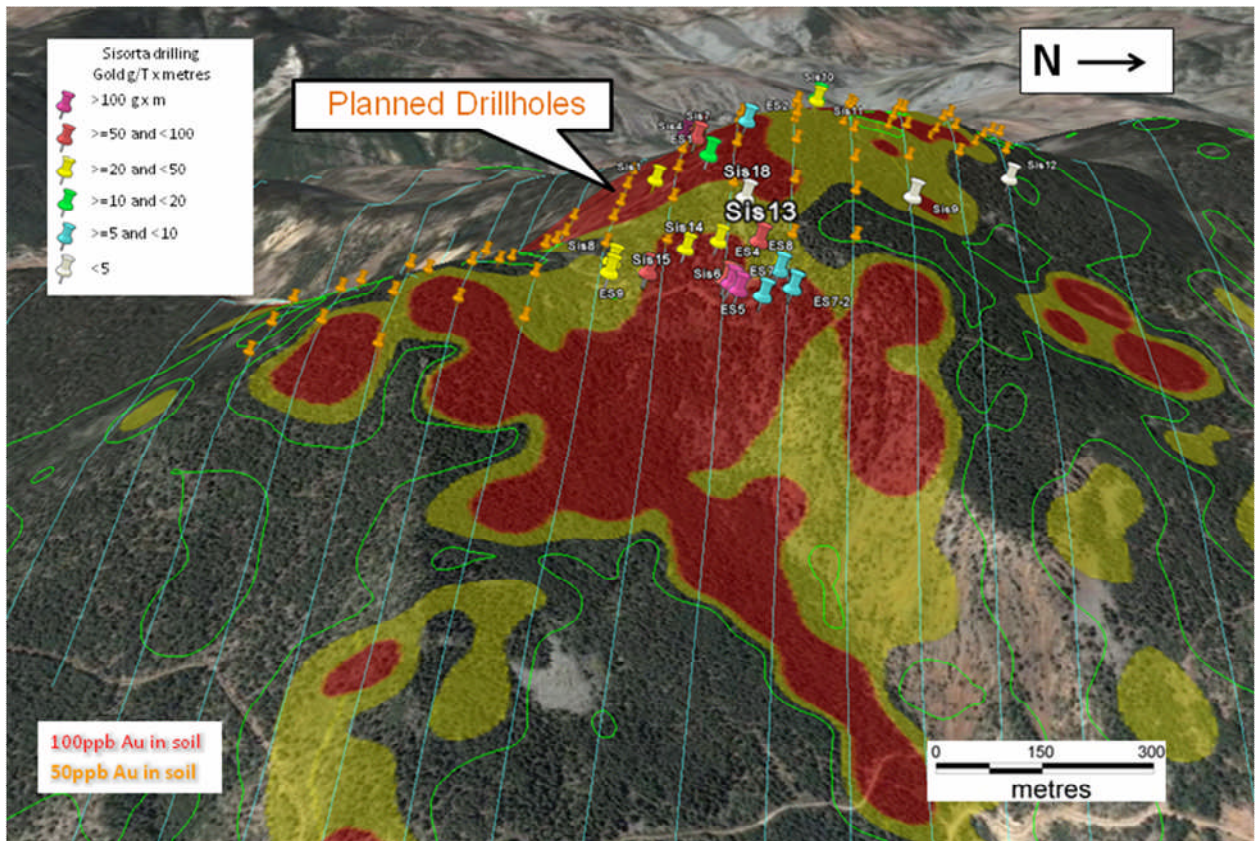


Figure 1. Sisorta project showing existing drillholes, soil geochemistry, and planned drillholes and IP lines (blue) for the 2008 program.

Exploration Program 2008

The planned 2008 program comprises a minimum of 8000 metres of diamond drilling and approximately 62 kilometres of dipole-dipole IP. The **drill program is designed to test an area sufficient to define a substantial JORC resource by the end of 2008**. The Turkish drill company Ortadogu Sondaj has agreed to reserve four diamond drill rigs for the 2008 drill program in exchange for payment of a \$USD150,000 deposit, and drilling is on track to commence in late April.

Additional components of the program include a 24 line, 64 line kilometre IP survey to commence in mid-May and a metallurgical sampling and testing program to be carried out simultaneously with the drill program

Turkey Regional
(Chesser 100%)

Copper- Gold

During the quarter, the company acquired 15 licenses on four separate project areas with potential for epithermal gold and porphyry copper-gold. A total of 226 square kilometres were acquired. All the tenements are located in northeastern Turkey within 150 kilometres of the Sisorta project. Preliminary ground work will be carried out in these areas in the second and third quarters of 2008.

Wynbring SA

Copper- Gold – Nickel

(Chesser earning up to 80%, PlatSearch100%)

The Wynbring Joint Venture (JV) with Platsearch NL covers an area of approximately 1,967 square kilometres of the Fowler Domain on the western side of the Gawler Craton and has a geological setting similar to the Thompson Nickel Belt of Canada, which contains some of the world's largest nickel deposits. The project straddles two major tectonic discontinuities, the Coorabie and Colona Shear zones. The JV will target nickel sulphide deposits, shear hosted orogenic lode gold deposits and may have potential for roll-front uranium deposits or mineral sands in the Tertiary sediment cover.

The company was informed in February that Primary Industries and Resources South Australia (PIRSA) had approved a new round of PACE funding assistance for planned drilling. The funding will cover half the cost of this drilling, to a maximum of \$100,000 to be reimbursed by PIRSA provided the drilling is completed by 30 June 2009.

Plans are currently being formulated for the 2008 Wynbring exploration program.

Cedric Bore SA

Copper-Gold–Uranium

(Chesser 100%)

Cedric Bore has the potential for Olympic Dam or Prominent Hill style IOCG deposits, orogenic lode gold deposits and paleochannel hosted roll-front uranium deposits in the Tertiary sediment cover.

The company is continuing to advance the compilation and interpretation of ground gravity, magnetic data and geochemistry.

Messent SA

Copper-Gold–Uranium

(Chesser100%)

Messent has potential for base and precious metal deposits and covers 408 square kilometres of basement volcanic and intrusive rocks of Cambrian age believed to represent a continuation of the mineralised Mt Read Volcanic belt in Tasmania, which contain significant VHMS style base metal deposits. Compilation work continued during the quarter.

All queries to be directed to
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The exploration data and results contained in this report are based on information compiled by Dr Rick Valenta, a fellow of the Australian Institute of Mining and Metallurgy. He is a non executive director of the Company and has sufficient experience which is relevant to the styles of mineralisation and types of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the December 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Dr Valenta has consented to the inclusion in this release of the matters based on his information in the form and context in which it appears.

APPENDIX 5B
Mining exploration entity quarterly report

CHESSER RESOURCES LIMITED

ACN 118 619 042

Quarter ended

31-Mar-08

Consolidated statement of cash flows

	Current quarter	Year to date (9 months)
	\$A'000	\$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for		
(a) exploration and evaluation	(1,329)	(2,026)
(b) development	-	-
(c) production	-	-
(d) administration	(72)	(443)
1.3 Dividends received	-	-
1.4 Interest and other items of a similar nature received	129	313
1.5 Interest and other costs of finance paid	-	-
1.6 Income taxes paid	-	-
1.7 Other - Refund of Shire Rates	-	-
1.7 Other - Refund of GST	-	-
Net Operating Cash Flows	(1,272)	(2,156)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	(163)	(163)
1.11 Loans repaid by other entities	-	-
1.12 Cash assets of acquired entity	-	-
Net Investing cash flows	(163)	(163)
1.13 Total operating and investing cash flows (carried forward)	(1,435)	(2,319)

1.13 Total operating and investing cash flows (brought forward)	(1,435)	(2,319)
Cash flows related to financing activities		
1.14 Proceeds from issues of shares, options, etc	-	1,005
1.15 Proceeds from sale of forfeited shares	-	-
1.16 Proceeds from borrowings	-	-
1.17 Repayment of borrowings	-	-
1.18 Dividends paid	-	-
1.19 Other (Share issue costs)	-	(3)
Net financing cash flows	0	1,002
Net increase (decrease) in cash held	(1,435)	(1,317)
1.20 Cash at beginning of quarter / year to date	5,777	5,659
1.21 Exchange rate adjustments to item 1.20	-	-
1.22 Cash at end of quarter	4,342	4,342
Payments to directors of the entity and associates of the directors		
Payments to related entities of the entity and associates of the related entities		Current quarter \$A'000
1.23 Aggregate amount of payments to the parties included in item 1.2		186
1.24 Aggregate amount of loans to the parties included in item 1.17		-
1.25 Explanation necessary for an understanding of the transactions	Directors' fees and payments to entities the directors are associated with	
Non-cash financing and investing activities		
2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows		

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

NIL

Financing facilities available

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	1,866
4.2 Development	-
Total	1,866

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	235	298
5.2 Deposits at call	4,107	5,479
5.3 Bank overdraft	-	-
5.4 Other (provide details) - 30 and 60 day term deposits	-	-
Total: cash at end of quarter (item 1.22)	4,342	5,777

Changes in interests in mining tenements

Tenement reference	Nature of interest (note 2)	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements relinquished, reduced or lapsed			
6.2 Interests in exploration licenses acquired or increased			

Issued and quoted securities at end of current quarter

	Total number	Number quoted	Issue price per security (cents)	Amount paid up per security (cents)
7.1 Preference securities <i>(description)</i>				
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3 Ordinary securities	35,000,000	35,000,000	20 cents each	Fully paid
Ordinary securities	2,600,000	-	1 cent each	Fully paid
Ordinary securities	500,000	-	6 cents each	Fully paid
Ordinary securities	50,000	-	20 cents each	Fully paid
Ordinary securities	2,100,000	1,330,000	10 cents each	Fully paid
Ordinary securities	500,000	500,000	48 cents each	Fully paid
7.4 Changes during quarter (a) Increases through issues Release of shares from escrow				
7.5 Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	2,000,000		<u>Exercise price</u> 0.35	<u>Expiry date</u> 28/05/2011
	3,000,000		0.25	30/05/2011
	1,500,000		0.25	19/09/2011
	500,000		0.30	19/09/2011
	500,000		0.35	19/09/2011
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Cancelled during quarter				

7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

Compliance statement

- 1.0 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 4).
- 2.0 This statement does give a true and fair view of the matters disclosed.



Sign here:

Date: 30/04/2008

Company Secretary

DONALD STEPHENS

Print name:

Notes

- 1.0 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2.0 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3.0 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4.0 The definitions in, and provisions of, *AASB 1022: Accounting for Extractive Industries* and *AASB 1026: Statement of Cash Flows* apply to this report.
- 5.0 **Accounting Standards** ASX will accept, for example, the use of International Accounting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.