

Galway Resources advances resource evaluation

The Victorio Mountains molybdenum-tungsten project is an advanced-stage exploration property. Located about 20 miles west of Deming in Luna County, New Mexico, it has been inactive since the early 1980s due to depressed metal pricing. Using Maptek Vulcan™ to evaluate the resource has added significant value to the project.



The Victorio project has undergone extensive geological mapping, metallurgical testing, geophysical surveying, and exploration drilling, between 1966 and 1983. Galway Resources has an option to acquire a 100% interest in the Victorio Mountains project.

Galway purchased Vulcan in 2006 to evaluate the resource and to bring the historical advanced exploration to compliant resource definition and scoping level.

Marshall Himes, Chief Operating Officer and Managing Director of Galway Resources, described Victorio as their flagship project. In a few years, Galway Resources has built up a technical team of seasoned geologists, a highly qualified management team, and has acquired advanced exploration stage projects.

Each of those projects had a large volume of technical data in analog form. Vulcan software played a significant role in allowing the Galway team to compile, assimilate and assess data, resulting in a more rigorous evaluation of the economic viability of each project.

More importantly, using Vulcan, Galway was ready to move forward with each project to initiate drilling programs, and incorporate the data into their longer range scoping, feasibility, and mine planning stages.

Vulcan enabled Galway to better communicate the important aspects of each project, accomplishments, and ongoing plans to shareholders and the investment community.

The objective was to add value to each project, with the ultimate goal of putting the properties into production. Using Vulcan early in the process also allows for a smooth transition into the mining stage.

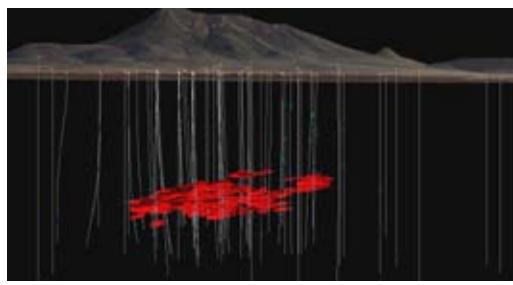
Without Vulcan, Galway would not be where they are today - confident they have optimised the use of all available data in their interpretation and evaluation.

The Victorio Mountains project is a stratiform inverted-saucer, horseshoe-shaped deposit. The molybdenum-tungsten deposit is about 3,000 by 2,500 feet in plan, and 25 to 400 feet thick.

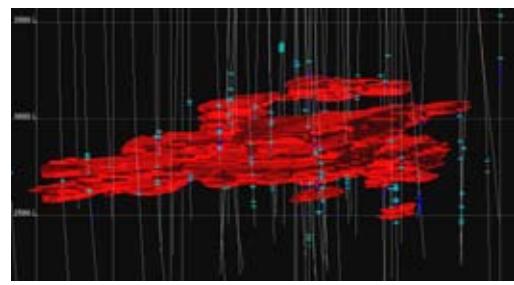


HIGHLIGHTS

- Vulcan excels at bringing together and analysing historic and new data
- Vulcan is ideal for compliant resource definition and scoping phases
- Vulcan studies add value to projects
- Video presentations engage stakeholders
- Vulcan allows for smooth transition from feasibility to mining



Orebody modelled in Vulcan with draped topography; the red solid represents ore valued at more than US\$40 /ton (Mo-W) based on \$12/lb Mo, \$8/lb WO₃ (2007 prices)



Vulcan allows values associated with drillholes to be highlighted for greater understanding of the deposit. Cyan discs represent US\$50/ton and greater value ore; blue discs represent US\$40/ton ore

TESTIMONIAL

'I recently made a trip to Canada to meet with various individuals in the investment community to make presentations about Galway, the team we have built, the projects, and our plans going forward. We have used the avi video file assembled in Vulcan to help potential investors understand the geometry of a deposit such as the Victorio molybdenum-tungsten project and how we might employ bulk mining methods to extract the resource in the most cost-effective manner. It has been an excellent communication tool for that purpose.'

Bob Morrell
Galway Geologist
February 2007

The deposit is localised at approximately 1,500 feet deep within the Upper Bliss sandstone and Lower El Paso limestone, beneath the southwest flanks of the Middle Hills. Mineralisation is associated with quartz latite porphyry sills and is largely contained within quartz veins in calc-silicate altered rocks. Molybdenite and scheelite are the economic minerals.

Independent reports stated the deposit contained an indicated resource of more than 65 million pounds of molybdenum and 57 million pounds of tungsten, as well as 31 million pounds of molybdenum and 33 million pounds of tungsten inferred resource.

The focus of the 2007 drilling program was to continue to upgrade the resource. Galway considered that the flat-lying tabular geometry of the deposit lends itself to underground bulk mining.

The resource estimation was generated through Vulcan software using an inverse distance weighting to the third power estimation technique. The model required

a minimum of three and maximum of eight composites from at least two drillholes to assign grades to each 30' x 30' x 15' block.

The molybdenum and tungsten grade estimations were limited by individual hard boundary grade shells using only composite data from the same rock type.

Maptek staff in North America worked with Galway geologist, Bob Morrell, to import the historical data into Vulcan to generate a video for Galway Resources to use in their project. The video shows an overall view of the property and zooms in to display the drillholes.



View looking northwest from Mine Hill toward Middle Hills and molybdenum-tungsten deposit