

Manager of Company Announcements
ASX Limited
Level 5, Riverside Centre
123 Eagle Street
Brisbane QLD 4000

10th April 2008

Dear Sirs

Sale of Aguas Claras Chilean Concessions

The Board is pleased to announce that an agreement has been reached between Aconcagua Resources Limited (“the Company”) and Shoreline Minerals Pty Limited (“Shoreline”) in relation to the sale of 31 concessions owned by the Company in the commune of Rio Claro, Province of Talca, VII region del Maule, Chile (“Aguas Claras”) to Shoreline (“the Agreement”). The transaction will be conducted in two stages:

1. The Company shall transfer 60% of its interests in Aguas Claras to Shoreline upon the completion of the following:
 - The Company is to receive a non-refundable amount of \$300,000 and 5.12 million shares in Shoreline within 28 days from the signing of the Agreement.
 - A further \$3,250,000 is payable by Shoreline within 120 days of the completion of the work program or the finalization of Shoreline’s capital raising to list on the ASX, whichever is first in time.
 - Shoreline shall complete the work program and shall spend a minimum of \$250,000 for completion of the work program. The Company shall receive a management fee of 8% of the work program expenditure.
2. Shoreline has the right to acquire the remaining 40% of the interests in the Aguas Claras concessions for \$10,000,000 upon Shoreline completing a bankable feasibility study within 6 months of its completion of the works program.

The Company will remain Operator of the work program. It is anticipated that the work program, including the granting of the environmental permits, shall be completed within six months of the signing of this Agreement.

Once Aguas Claras is in production, the Company has first right to purchase all minerals to the maximum capacity of the Company’s proposed smelting operations in Ecuador.

This transaction addresses Aconcagua’s stated objectives of preserving funds and managing risk, while at the same time accelerating the drilling, appraisal and development of its diverse range of iron sand prospects in South America. Another advantage to the Company will be the provision of a further source of iron concentrate for its proposed Ecuadorian smelters. The Board believes that the Agreement will contribute towards the Company’s goal of becoming a significant South American steel producer.



In addition, this Agreement provides finance to enable the Company to fast track its work programs in other concessions in Ecuador and Chile to enable the beneficiation of those concessions to occur at the earliest opportunity.

Yours faithfully
Aconcagua Resources Limited

A handwritten signature in black ink, appearing to read "Kenneth Lee", is written over a horizontal line.

Kenneth Lee
Company Secretary