



AGGRESSIVELY PURSUING EXPLORATION SUCCESS

ASX Code

CLY

Current Share Price

\$0.135

52WK Share Price Range

\$0.055 – \$0.175

Market Capitalisation (at \$0.135)

\$6.9M

Issued Capital (11 May 2009)

51.1M shares

6.35M options

Cash (31 March 09)

A\$2.2M

Board of Directors & Management

Dr James Macdonald
Chairman

Mark Stewart
Managing Director

Darren Holden
Non-exec Director

Mark Lester
Non-exec Director

Gordon Barnes
Exploration Manager

Rowan Caren
Company Secretary

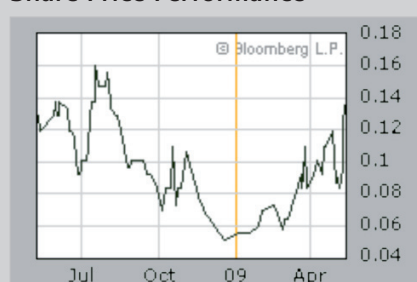
Top Shareholders (12 May 2009)

Geoinformatics Exploration	44.6%
Geologic Resource Fund	7.3%
Centaurus Resources	6.5%
Arnold & Ruth Getz	4.9%

Top 20 Holding

77.0%

Share Price Performance



Clancy Exploration (ASX: CLY) is an Australian-focused copper, gold and base metals explorer. The Company's portfolio has been built up over a number of years and consists of highly prospective copper-gold projects in the Lachlan Fold Belt of New South Wales, base metal projects in the Mount Read Volcanic Belt of Tasmania, Nadbuck near Broken Hill and Yalgoo adjacent to the Golden Grove mine in Western Australia.

The Company's objective is to advance its properties to a stage of commercial development by applying faster, less expensive and more reliable analytical methods to resource exploration.

Clancy's strategic partner in the Lachlan Fold Belt is Gold Fields Limited, one of the world's largest gold producers. Exploration is advanced through a mix of joint venture projects now managed by Gold Fields and 100% owned projects managed by Clancy. This mix of Joint Venture and Clancy project funding allows a high level of exploration activity to be maintained, whilst prudently managing Clancy's financial resources.

The Lachlan Fold Belt is host to the Cadia Valley, Northparkes and Cowal mines as well as the recent Marsden and Monza discoveries.

Clancy's competitive advantages also include having one of the largest ground positions of any explorer in the prospective Macquarie Arc (~3000km²), and the innovative use of digital geological and geophysical data in probability based targeting.

Clancy maintains a very active exploration program in New South Wales, with promising recent results indicating the potential for significant discovery.

By continuing to pursue exploration, Clancy shareholders retain exposure to a substantial upside in valuation with exploration success.

PROJECTS

Myall (copper-gold; Gold Fields JV)

- Myall is located 50km north of Rio Tinto's Northparkes copper-gold mine and is associated with a gravity anomaly similar to Northparkes.
- Porphyry copper-gold mineralisation confirmed at the Kingswood prospect with first drilling results returning **70m @ 0.54% copper, 0.15g/t gold** from 141m including **52m @ 0.67% copper, 0.20g/t gold** from 144m, and **10m @ 0.64% Cu, 0.61g/t Au** from 268m.
- Substantial upside with widespread zones of native copper and large zone of alteration to be tested.
- Gold Fields is earning 51% of the project by funding A\$3 million over three years, and is now managing exploration to increase activity.

Cowal East (copper-gold; Gold Fields JV)

- The Cowal East project consists of two tenements located in the Cowal Igneous Complex. The project is east of the Cowal gold mine (with >4.5M oz of gold) and north and south of the Marsden copper-gold prospect (1.1M oz gold, 640Kt copper).
- Hydrothermal system at the Eurowie prospect confirmed to be fertile with significant mineralisation - **1 m @ 18g/t gold and 43g/t silver from 344m**
- Gold and silver mineralisation accompanied by elevated levels of tellurium, associated with tellurides - similar telluride association present at nearby Cowal gold mine.
- Further work underway to determine geometry of mineralised zone.
- Significant recent aircore intercepts e.g. **4m @ 0.67g/t Au, 48m @ 0.16% Cu, 8m @ 0.24g/t Au** remain to be followed up.

Wellington North (copper-gold-molybdenum; Gold Fields JV)

- Wellington North covers 301km² of the Macquarie Arc at the northern end of the Molong Volcanic Belt in central NSW.
- The Molong Volcanic Belt is highly prospective for Ordovician porphyry copper-gold systems and hosts Newcrest's Cadia Valley Operations, including Ridgeway, Cadia Hill and Cadia East (with more than 35Moz of gold).
- Broad zones of porphyry copper-gold-molybdenum mineralisation occur at surface at Rose Hill, and the mineralisation remains open at depth.
- First drill program into Rose Hill intersected **73m @ 0.3g/t Au, 0.42% Cu, 59ppm Mo from surface.**
- Processing of recent gravity survey results underway.

Orange East (copper-gold polymetallic; 100% Clancy)

- Located east of the city of Orange, the project spans several target styles, numerous old workings and has the potential to host several multi-commodity deposits at depth.
- Auger soil and rock chip sampling has identified a substantial mineralised corridor, over 4km of strike length, with four significant anomalies with values up to **9.35% Cu and 0.97g/t Au** in rock chip and auger soil samples up to **1.5% Cu and 0.95g/t Au**. No previous drilling has been undertaken.
- McPhillamys Project lies 18km SSE and has intersections such as 123 metres grading 1.96g/t gold from the surface – potential analogues exist at Orange East.
- Follow up geophysics and drilling planned.

GOLD FIELDS STRATEGIC PARTNERSHIP

Gold Fields Limited, one of the world's largest gold producers, is Clancy's strategic partner in the Lachlan Fold Belt. The two companies have had a relationship for over five years. The partnership allows Clancy to benefit from a well funded, active exploration program in the highly prospective Lachlan Fold Belt, strongly supported by Gold Fields.

Gold Fields currently manages the Joint Ventures on four projects and has earned an 80% interest at Wellington North and Cowal East.

A further eight projects will have first pass exploration undertaken by Gold Fields, with an option to then Joint Venture four of these projects. Potentially up to \$4m will be spent on these new Joint Ventures before Clancy contributes.

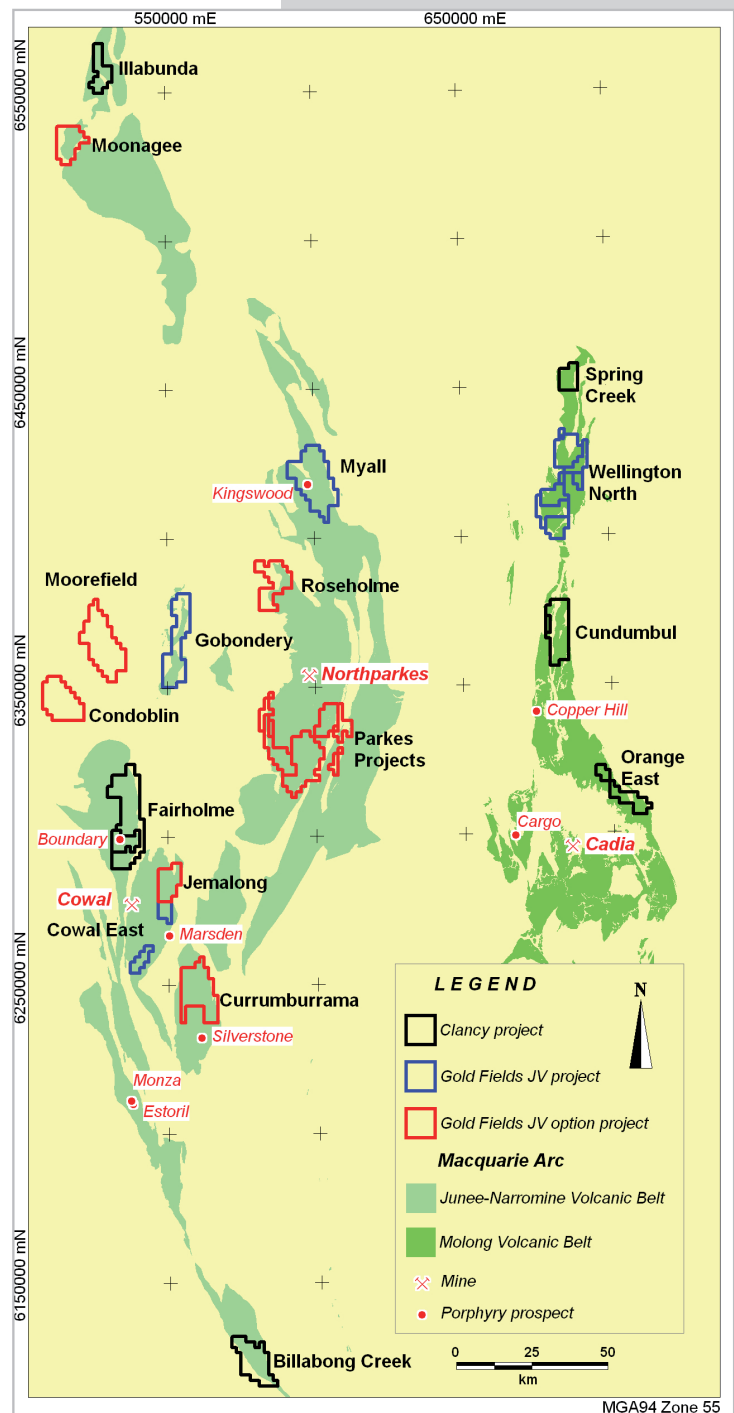
Further support is extended through Gold Fields fully underwriting a \$1m rights issue by Clancy. This will allow Clancy to pursue further exploration on the 100% owned package of properties.

CORPORATE STRATEGY

Clancy believes that the Lachlan Fold Belt has superb potential for the next big discovery and recent results demonstrate that potential exists from surface, as well as under cover.

Clancy deploys a unique targeting process, that incorporates geological and geophysical data in probability based targeting in its search for mineralisation. This approach has enabled Clancy to assemble a commanding ground position in a world class mineral province. Clancy's objective is to advance its properties to a stage of commercial development by applying faster, less expensive and more reliable analytical methods to resource exploration.

Clancy's strategy is now bearing fruit and the targeting approach has been validated by the successful identification of mineralised systems under cover, as well as near-surface mineralisation in areas previously thought to be well explored.



Clancy and Clancy JV projects in the Macquarie Arc, NSW

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www.clancyexploration.com