



NEWS RELEASE Stock Symbol: SGF: TSX October 29, 2008 Saskatoon, Saskatchewan

## FORT A LA CORNE JOINT VENTURE: ORION SOUTH DIAMOND RESULTS 15.86, 6.18, 3.66 AND 3.20 CARAT DIAMONDS IN 330.54 CARAT PARCEL

George H. Read, P. Geo., Senior Vice President Exploration and Development, is pleased to announce the fifth set of diamond results from underground bulk sampling of the Orion South Kimberlite, within the Fort a La Corne Joint Venture (FALC-JV) where Shore is the operator with a 60 percent interest and Newmont Mining Corporation of Canada Limited (Newmont) has 40 percent. The diamond recoveries total 330.54 carats from 2,809.11 dry tonnes of kimberlite processed. Included in this release are results for nine kimberlite batches. A total of 2,023 commercial sized diamonds (greater than 1.18 millimetre square mesh screen), collectively weighing 330.37 carats, has been recovered from these nine batches. Thirty-two diamonds greater than one carat have been recovered and the four largest stones are: 15.86, 6.18, 3.66 and 3.20 carats, respectively. In addition, ten diamonds totaling 0.17 carats were recovered down to 0.85 millimetre square mesh. The colour of 35 percent of the diamonds has been classified as white, with a further 33 percent classified as off-white.

All batches reported were collected during lateral drifting between 150 and 200 metres from the shaft station at 186 metres below surface. A map of the underground drifting showing the locations of these batches is available on the Shore website at: <a href="www.shoregold.com">www.shoregold.com</a>. Three kimberlite lithologies have been sampled by these nine batches: Batches OS-36, 37, 41 and 42 were recovered from EJF Kimberlite; Batches OS-38, 39 and 40 were recovered from Pense Kimberlite and Batches OS-34 and 35 were recovered from a transitional zone of mixed EJF and Pense Kimberlite. Kimberlite processed and diamond results for the 9 sample batches are listed in the following tables.

Batch #	Location/lithology	Dry Tonnes	Number of Stones	Total (carats)	Grade (cpht)	Largest Stone (carats)
OS-036	Refuge-OS-005/EJF	340.31	323	50.44	14.82	1.79
OS-037	Refuge-OS-006/EJF	304.70	262	43.31	14.21	2.71
OS-041	South 4A/EJF	326.85	335	79.14	24.21	15.86
OS-042	Refuge-OS-007/EJF	278.10	250	44.51	16.01	2.95
Total	EJF	1,249.96	1,170	217.40	17.39	

OS-034	Refuge-OS-003/Transitional Pense/EJF	326.70	224	29.99	9.18	1.10
OS-035	Refuge-OS-004/Transitional Pense/EJF	236.47	193	33.26	14.07	2.93
Total	Transitional Pense/EJF	563.17	417	63.25	11.23	

OS-038	Electrical Substation-OS-002/Pense	261.76	98	13	4.97	3.66
OS-039	South 2H/Pense	342.78	184	17.1	4.99	1.58
OS-040	South 2I/Pense	391.44	164	19.79	5.06	3.20
Total	Pense	995.98	446	49.89	5.01	

The four largest stones are 15.86 (Black), 6.18 (Black), 3.66 (Brown) and 3.20 (Off-white) carats respectively. Eleven diamonds exceed two carats and thirty-two diamonds exceed one carat, of which nine are white, nine are off-white, three are grey, seven are brown, three are black, and 1 is yellow. A total of 112 diamonds exceed 0.5 carats. Thirty-five percent of this diamond parcel is classified white in colour, with a further 33 percent classified as off-white. Ninety-nine percent of the carat weight of this parcel occurs in diamonds greater than 1.18 millimetre square mesh.

Senior Vice President Exploration and Development, George Read, states: "The EJF is the target lithology for diamonds within Orion South and the underground bulk sampling program currently underway aims to collect a 5,000 carat diamond parcel from the EJF for a representative grade and price estimate for use in the resource estimate. The grade results in this release for the EJF at deeper levels in Orion South (OS-36, 37, 41 & 42:17.39 cpht) compare favourably with the EJF grade encountered at higher levels in the shaft (OS-3 to 8: 17.61 cpht. See SGF News Releases of February 5 and March 4, 2008). Large diamonds (greater than 15 carats) have been recovered from the EJF at both levels and this emphasizes the large stone potential of the EJF. The shaft has been located between the two EJF vents for easy access to both areas from one shaft. However, some lateral drift development within lower grade Pense material was required to reach the EJF. The Transitional Pense/EJF material represents a zone of mixing of the two kimberlite lithologies at the interface between the Pense and EJF."

The diamond recovery procedure includes on-site processing of kimberlite through the modular Dense Media Separator (DMS), after which DMS concentrates are batch fed through an X-ray Flow-sort. In order to ensure the recovery of low luminosity diamonds, the Flow-sort tailings are processed over a grease table. Flow-sort and grease table concentrates are transported by a secure carrier to Mineral Services Canada Inc. for final diamond recovery. The Mineral Services process includes de-greasing, drying, screening, magnetic separation, manual sorting and diamond weighing and description. The Mineral Services facility, process and quality assurance procedures have been audited and ratified by an independent industry expert.

Senior Vice President Exploration and Development, George Read, Professional Geoscientist in the Provinces of Saskatchewan and British Columbia, is the Qualified Person responsible for the verification and quality assurance of analytical results. Shore is a Canadian based corporation engaged in the acquisition, exploration and development of mineral properties. Shares of the Company trade on the TSX Exchange under the trading symbol "SGF".

## **Caution Regarding Forward-Looking Statements**

From time to time, Shore makes written or oral forward-looking statements within the meaning of certain securities laws, including the "safe harbour" provisions of the Ontario Securities Act and the United States Private Securities Litigation Reform Act of 1995. Shore may make such statements in this press release, in other filings with Canadian regulators or the United States Securities and Exchange Commission, in reports to shareholders or in other communications. These forward-looking statements include, among others, statements with respect to Shore's objectives for the ensuing year, our medium and long-term goals, and strategies to achieve those objectives and goals, as well as statements with respect to our beliefs, plans, objectives, expectations, anticipations, estimates and intentions. The words "may," "could," "should," "would," "suspect," "outlook," "believe," "plan," "anticipate," "estimate," "expect," "intend," and words and expressions of similar import are intended to identify forward-looking statements. In particular, statements regarding Shore's future operations, future exploration and development activities or other development plans contain forward-looking statements.

All forward-looking statements and information are based on Shore's current beliefs as well as assumptions made by and information currently available to Shore concerning anticipated financial performance, business prospects, strategies, regulatory developments, development plans, exploration, development and mining activities and commitments. Although management considers these assumptions to be reasonable based on information currently available to it, they may prove to be incorrect.

By their very nature, forward-looking statements involve inherent risks and uncertainties, both general and specific, and risks exist that predictions, forecasts, projections and other forward-looking statements will not be achieved. We caution readers not to place undue reliance on these statements as a number of important factors could cause the actual results to differ materially from the beliefs, plans, objectives, expectations, anticipations, estimates and intentions expressed in such forward-looking statements. These factors include, but are not limited to, developments in world diamond markets, changes in diamond valuations, risks relating to fluctuations in the Canadian dollar and other currencies relative to the US dollar, changes in exploration, development or mining plans due to exploration results and changing budget priorities of Shore or its joint venture partners; the effects of competition in the markets in which Shore operates; the impact of changes in the laws and regulations regulating mining exploration and development; judicial or regulatory judgments and legal proceedings; operational and infrastructure risks and the additional risks described in Shore's most recently filed Annual Information Form, annual and interim MD&A and short form prospectus, and Shore's anticipation of and success in managing the foregoing risks.

Shore cautions that the foregoing list of factors that may affect future results is not exhaustive. When relying on our forward-looking statements to make decisions with respect to Shore, investors and others should carefully consider the foregoing factors and other uncertainties and potential events. Unless otherwise required by applicable securities legislation, Shore does not undertake to update any forward-looking statement, whether written or oral, that may be made from time to time by Shore or on our behalf.

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