



ASX RELEASE

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CLARIFICATION OF PREVIOUS RELEASE 22 DECEMBER 2006

Following discussions with the ASIC, Arafura Resources (ASX:ARU) makes the following clarification in relation to its announcement on 22 December 2006:

1. The document submitted to ASIC under section 218 of the Corporations Act 2001 is the Notice of Meeting for the general meeting of shareholders to be convened to approve the demerger of Arafura and NuPower.
2. A copy of the prospectus to be issued in connection with the demerger ("Prospectus") is an annexure to the Notice of Meeting.
3. ASIC's obligations in respect to the documents is limited to the matters referred to in section 218 of the Corporations Act 2001 and do not include a review or approval of the documents.