



Sipa Resources Limited

ABN 26 009 448 980

15 July 2005

The Manager
ASX Company Announcements Platform
PO Box H224
Australia Square
Sydney NSW 2001

Re: Clarification - Cash Reserves

Sipa has noted that the last paragraph of Sipa's announcement of 17 June 2005 could be interpreted as a statement to the effect that Sipa had \$9 million of cash reserves available at that time. Such an interpretation would be incorrect and this announcement is made for the purposes of clarification.

Taking into account expenditure incurred in the June Quarter, Sipa's present cash position is \$5.4 million. On settlement of the sale of the Mount Olympus Plant a further \$2.4 million will be received.

Depending on the level of exploration expenditure over the current Quarter and anticipated completion of the sale of the Mount Olympus Plant, Sipa's cash reserves at the end of the September Quarter are estimated to be in the range of \$6.5 million to \$7.5 million.

Yours faithfully,

M G Doepel
Managing Director