CAZALY
RESOURCES LIMITED

17th July 2007

ASX Release

PROPOSED PLACEMENT OF SHARES

The Board of Cazaly Resources Limited (ASX Code: CAZ) are pleased to announce a placement of up to 5,750,000 new ordinary shares in the Company to a range of institutional investors.

The placement is pursuant to Section 708 of the Corporations Act and is at a price of $0.60 to raise up to $3,450,000.

The funds raised under this Placement are intended to be used to provide for continued exploration and to fund working capital.

Further information required by Listing Rule 3.10.3 in relation to the placement accompanies this announcement.

Yours sincerely,

Nathan McMahon

Managing Director

LISTING RULE 3.10.3 INFORMATION

In accordance with Listing Rule 3.10.3, Cazaly Resources Ltd provides the following details of the placement of shares:

Class of Security	Fully paid ordinary shares
Number to be issued	5,750,000
Principal terms of securities	The shares will carry standard rights applicable to ordinary shares in Cazaly Resources Ltd and will, from the date of issue rank equally with fully paid ordinary shares currently on issue.
Issue price	$0.60
Shareholder approval	Cazaly Resources Ltd will not seek shareholder approval prior to the issue of the shares and will rely on its capacity under Listing Rule 7.1
Issue to Class	The issue is not being made to a class of security holders.