



13th September 2006
ASX Release

Exploration drilling has commenced at the Yanrey Uranium Project, WA

The directors of Scimitar Resources Ltd (**Scimitar**) (ASX code **SIM**) are pleased to announce that the second round of drilling has commenced at the company's 100% owned Yanrey Project, Western Australia.

The 2,500 metre drilling program will target the northern extensions to the Bennet Well uranium mineralisation and include closer spaced (400m x 100m) infill drilling around significant intersections from the Company's initial drilling program, completed in July 2006.

Previous broad spaced drilling by CRAE in the 1970's and early 1980's identified roll front uranium mineralisation over four kilometres of the Bennet Well palaeochannel. Recently completed drilling by Scimitar, 22 holes for 2,181 metres, confirmed the presence of a large uranium mineralised palaeochannel system and returned a number of significant results, including;

- **YNAC019 1.2 m @ 511 ppm eU₃O₈**
- **YNAC021 1.2 m @ 685 ppm eU₃O₈ and**
- **YNAC022 3.2 m @ 600 ppm eU₃O₈ – incl. 1.0 m @ 1340 ppm eU₃O₈.**

An airborne electromagnetic (HoistEM) program was also completed during the September Quarter over the Bennet Channel and the Koordarrie Main Channel, adjacent to the Manyingee Uranium Deposit. Initial images have clearly identified the Bennet channel, and have provided targets for the current drill program. Further interpretation of the EM data is continuing and is aimed at providing additional drill targets within the down stream extension of the Manyingee deposit.

Yours faithfully

Terry Topping
Managing Director

The information in this report to which this statement is attached relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Terry Topping, who is a member of the Australasian Institute of Mining and Metallurgy. Mr Topping is a full-time employee of the Company. Mr Topping has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity they are undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Topping consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.