Scimitar
RESOURCES LIMITED
ACN 102 912 783

10 November 2006
ASX Release

Private Placement to raise $2.5 million for uranium exploration

The directors of Scimitar Resources Ltd (ASX code: SIM) are pleased to announce that the Company has arranged a private placement to raise gross proceeds of up to A$2.5million through the issue of up to 5,000,000 ordinary fully paid shares in the capital of the Company at a price of A$0.50.

Perth based securities firm Montagu Corporate Ltd will act as manager to the placement. Part of the manager's remuneration will be the issue of 1.0 million options with an exercise price of A$0.75, expiring on 30 November 2008. These options will not be listed on ASX. The new shares will be issued pursuant to the "excluded offer" provisions (Section 708) of the Corporations Act. Settlement of the placement is expected to be on or about 30 November 2006, and subject to the Company replenishing its 15% capacity at the Annual General Meeting of Members to be held on that date.

The Company will utilise the funds raised in the placement primarily for the continued exploration of its portfolio of uranium assets. The company expects to commence a 4,000m air core drilling program at the Eclipse Project in the Northern Territory this month and also to commence a 2,500m drill program on the Glencoe Project area in South Australia in December.

Yours faithfully

Terry Topping
Managing Director

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