

**ASX
ANNOUNCEMENT**

13 December 2006

Royal Resources Limited
ABN 34 108 102 432

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regarding Royal Resources
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IRON ORE CLAIMS – EAST PILBARA

Royal Resources Limited ("Royal") wishes to advise the sale of exploration licence applications from Ragged Range Mining Pty Ltd ("RRM") to Royal.

EL No's 47/1611, 47/1612, 47/1613, 47/1614 and 47/1615 will be transferred when all statutory conditions have been met from the applicant RRM, a company controlled by P G Crabb, a director of Royal.

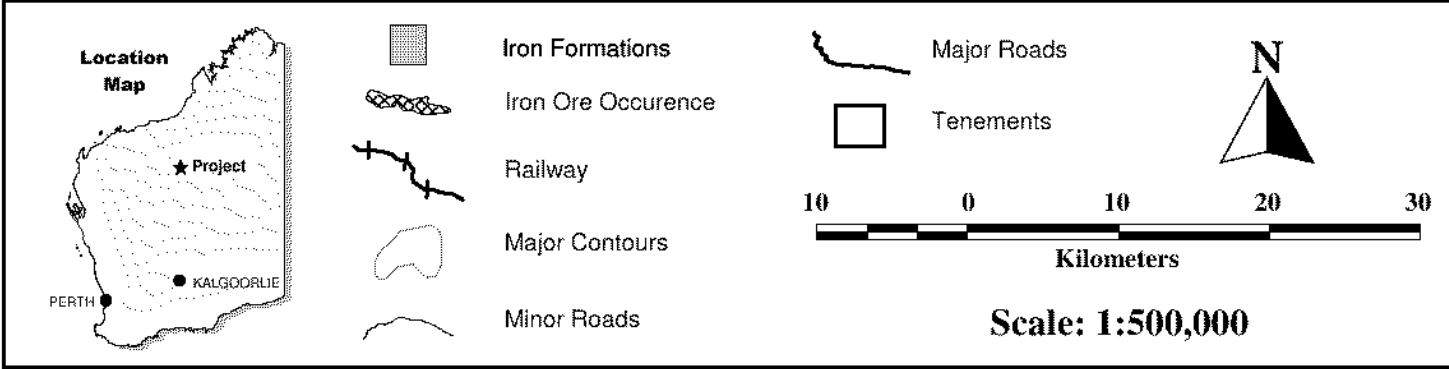
There is no consideration for the transfer save and except the reimbursement of pegging and application costs as well as legal fees for documentation. The figure for application, rent and advertising totals \$12,870 the legal fees are not known at this time but expected to be minimal.

All the claims are in the iron rich province of the East Pilbara being strategically placed with good hematite grade chip samples evident.

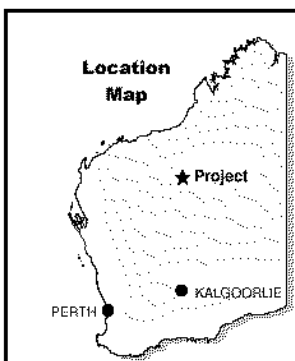
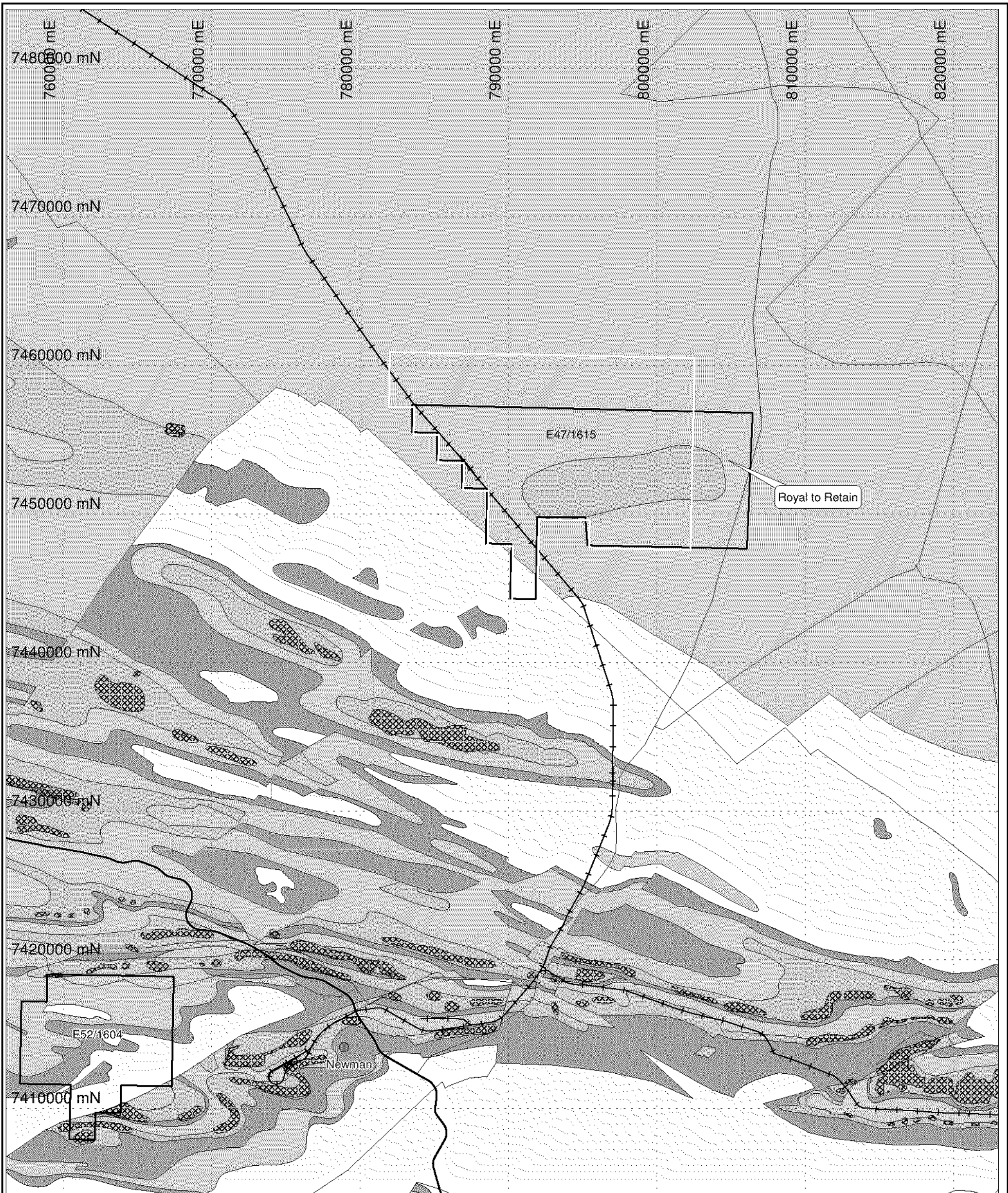
EL 47/1615, is the subject of another tenement application will be determined by another party on the same day and both competing applications by ballot in accordance with the provisions of the Mining Act 1978. The Purchaser further acknowledges that the result of the ballot may not be in favour of application of exploration licence 47/1615, in which case that application will be refused and will no longer be included in the Applications. Should the ballot not be won by RRM the area hatched on the attached maps will be retained being a total of 37 square kilometres. Should the ballot go in favour of RRM all the area being a total of 181.5 square kilometres will be available to Royal for exploration.

The Directors consider these new areas will form a more than useful adjunct to our approved EL No 52/1604 "Prairie Downs" to the west of Mt Whaleback at Newman.

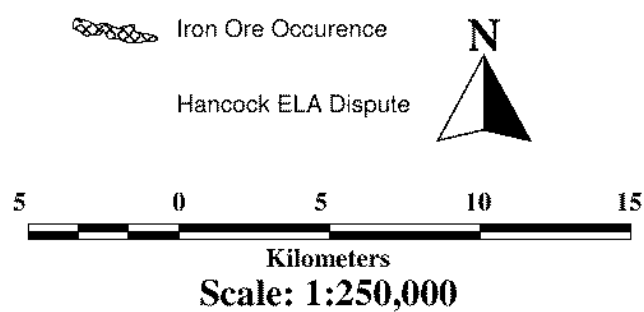
Field exploration in this province for 2007 is being planned at this time.



RAGGED RANGE MINING	
EAST PILBARA	
Tenement Locations	
Author:RF	Date:7/11/06
Drawn:RF	Revised:
Dwg No.:RR0030	Report No.:
Projection:MGA Zone 50 (GDA 94)	Scale:1:500000 A3



-  Iron Formations
-  Royal Resources
-  Ragged Range Mining



RAGGED RANGE MINING

EAST PILBARA

Tenement Locations

Author:PGC	Date:12/012/2006
Drawn:RF	Revised:
Dwg No.:ROY0306	Report No.:
Projection	Scale:1:500000 A3

East Pilbara Iron Ore Province

Wittenoom - Tom Price Road

IRM TO ROYAL RESOURCES
E47/1611
20 Sq Km

FMG
E47/1435

RIO
E47/1469

HANESLEY EXPLORATION
E47/585

FMG
E47/1287

FMG
E47/1447



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Google

Pointer 21°56'58.88" S 117°49'53.34" E elev 490 m

Streaming 100%

Eye alt 21.79 km