



**235 Port Road
Hindmarsh SA 5007**
ACN 107 531 822



**Level 5, 70 Pirie St
Adelaide SA 5000**
ACN 116 249 060

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WARBURTON PROJECT JOINT VENTURE UPDATE

Primary Resources Limited (Primary) and Marathon Resources Limited (Marathon) are pleased to announce that the Ngaanyatjarra Council recently consented to the joint venture agreement thus paving the way for Marathon to earn up to 70% by spending \$3.25 million within five years in Primary's Warburton project located in central eastern Western Australia.

Primary has received \$230,000.00 from Marathon which represents the second tranche of 1.15 million Primary shares at an issue price of 20 cents per share and which was announced to the ASX on Friday 29 June 2007.

Primary advises that a Clearance Program organised by the Ngaanyatjarra Council has been completed with regard to Marathon's proposed work program on granted Exploration Licence 69/1564. The cleared area covers a total of 52 square kilometres and it is the JV's intention to commence detailed calcrete sampling and a gravity survey within the area commencing this week and continuing over the next two months.

Primary is also pleased to announce that the Department of Industry and Resources, Western Australia (DoIR) has granted Exploration Licence 69/2211 for a term of five years.

EL 69/2211 is part of the Warburton Project and comprises 31 blocks of approximately 87 square kilometres which are located in the Mt Glyde area.

Further, DoIR has notified Primary that it is expediting the granting of the eight exploration licence applications at Warburton and Egerton and it is expected that these applications will be granted late this quarter.

The Warburton and Egerton projects cover ten exploration tenements, covering a total area of 1576 square kilometres, which are prospective for Uranium, both IOCG (U-Cu-Au) and paleochannel type.

The Companies through the joint venture will develop an exploration program that will focus on the strong gravity and magnetic anomalism and the significant Uranium radiometric anomalies identified by Primary.

For further information, please contact

Stuart Hall
Chief Executive Officer
Marathon Resources Limited
Tel: (08) 8348 3500

Belinda Yates
Communications
Marathon Resources Limited
Tel: 0439 795 521

Carl Dorsch
Executive Director
Primary Resources Limited
Tel: (08) 8228 5207