



Ramelius Resources Limited

Half Year Financial Report

31 December 2005

CORPORATE DIRECTORY

Ramelius Resources Limited

ACN 001 717 540
ABN 51 001 717 540
Incorporated in NSW

Registered Office

140 Greenhill Road
UNLEY SA 5061
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Email: info@rameliusresources.com.au

Share Registrar

Computershare Investor Services Pty Ltd
Level 5, 115 Grenfell Street
ADELAIDE SA 5000
Telephone: (08) 8236 2300
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Auditor

Grant Thornton
Chartered Accountants
67 Greenhill Road
Wayville SA 5034

Ramelius Resources Limited

Directors' report

The directors present their report together with the half-year financial report of Ramelius Resources Limited for the period ended 31 December 2005 and the auditor's independent review report thereon.

Directors

The directors of the Company at any time during or since the end of the half-year are:

Robert Michael Kennedy *ASAIT, Grad, Dip (Systems Analysis), FCA, ACIS, FAIM, FAICD*
Non-Executive Chairman

Reginald George Nelson *BSc, Hon Life Member Society of Exploration Geophysicists, FAusIMM, FAICD*
Non-Executive Director

Joseph Fred Houldsworth
Managing Director

Nicholas John Smart
Alternate Director for Mr RM Kennedy during the period 1 August 2005 to 5 September 2005.

Principal activities

The company's principal activity is gold and minerals exploration.

Review and results of operations

In August 2005, Ramelius completed a placement to a Canadian Institutional Investor through the issue of 866,666 fully paid ordinary shares at \$0.15 per share. The placement raised \$1,300,000 to enable the Company to fast track development of the high grade Wattle Dam discovery, expand exploration for both nickel and gold at the Spargoville Regional Project and for working capital. The placement also included 4,333,333 free attaching options in the share capital of the Company which were issued in November 2005 following shareholder approval at the 2005 Annual General Meeting. The options are exercisable at \$0.18687 at any time until expiry on 31 December 2007.

During the half-year, the Company carried out a total of 2,856 metres of RC infill drilling at the Wattle Dam 7800N prospect, significantly upgrading the resource estimate of its Wattle Dam 7800N deposit to a total indicated and inferred resource of 180,000 tonnes at 3.6 g/t gold for approximately 21,100 ounces from the previous September 2004 estimate of 155,000 tonnes at 3.3 g/t gold for 16,500 ounces gold. This resource is positioned from the surface to a depth of approximately 60 metres. The high grade Eastern zone resource estimate was increased to 76,000 tonnes at 5.9 g/t gold from the previous estimate of 53,000 tonnes at 4.3 g/t gold, an increase of approximately 7000 ounces of gold. Further metallurgical studies and a final Pit Optimisation were also completed during the half-year.

In addition, a program 1607 metres of RAB Sterilisation drilling was completed immediately west of the 7800N Deposit to sterilise the site of the proposed Waste Dump for the development of the 7800N deposit.

Three Diamond Drill holes for a total of 249 metres were completed at the 7800N deposit. Two holes were sited in the East and West walls of the proposed pit to provide geotechnical data for determining the optimum pit wall slope, and a further hole sited to pass through a high grade section of the eastern zone.

At the Annual General Meeting held on 18 November 2005, the Company announced its commitment to mine the Wattle Dam 7800N resource which is expected to commence as soon as all the statutory approvals are received. A Mine Manager was appointed and negotiations also commenced for mining, milling and haulage contracts.

The net loss after extraordinary items and income tax for the half-year was \$322,239.

Likely developments

The Company expects to commence mining the Wattle Dam 7800N gold deposit as soon as all statutory approvals are received. The latest studies have indicated that mining the 7800N deposit is expected to provide a significant economic return to the Company during the first half of 2006.

Further information about likely developments in the operations of the company and the expected results of those operations in future years have not been included in this report because disclosure of the information would be likely to result in unreasonable prejudice to the Company.

Ramelius Resources Limited

Directors' report (continued)

Adoption of Australian Equivalents to IFRS

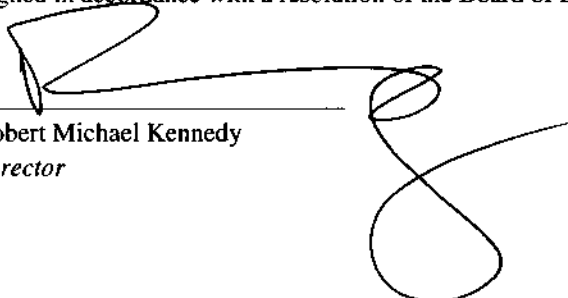
This is the first interim financial report prepared under Australian equivalents to IFRS. A reconciliation of differences between previous GAAP and Australian equivalents to IFRS is included in Note 2 of the financial statements.

Auditors Independence Declaration

Section 307C of the Corporations Act 2001 requires the Company's auditors, Grant Thornton, to provide the directors of Ramelius Resources Limited with an Independence Declaration in relation to the review of the half-year financial report. The Independence Declaration is set out on the following page and forms part of this Director's Report.

Dated at ADELAIDE this 15th day of MARCH 2006.

Signed in accordance with a resolution of the Board of Directors:



Robert Michael Kennedy
Director

**AUDITOR'S INDEPENDENCE DECLARATION
TO THE DIRECTORS OF RAMELIUS RESOURCES LIMITED**

In accordance with the requirements of section 307C of the Corporations Act 2001, as lead auditor for the audit of Ramelius Resources Limited for the period ended 31 December 2005, I declare that, to the best of my knowledge and belief, there have been:

- (a) no contraventions of the auditor independence requirements of the Corporations Act 2001 in relation to the review; and
- (b) no contraventions of any applicable code of professional conduct in relation to the review.

GRANT THORNTON
South Australian Partnership
Chartered Accountants



S J GRAY
Partner

Signed at *Adelaide* this *15* day of *March*,

2006

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Ramelius Resources Limited
Income Statement
For the half-year-ended 31 December 2005

	Note	Dec 2005 \$	Dec 2004 \$
Other Revenues from ordinary activities	3	27,834	44,895
Total Revenue		27,834	44,895
Administrative expenses		84,787	86,900
Consultancy expenses		20,000	10,620
Depreciation		2,472	1,706
Diminution in value of Investments		150	(600)
Employment expenses		175,043	163,279
Exploration costs written off		-	99,719
Occupancy expenses		19,390	17,357
Other expenses from ordinary activities		24,768	12,155
Profit/(loss) from ordinary activities before related income tax expense		(298,776)	(346,241)
Income tax (expense)/benefit relating to ordinary activities		(23,463)	-
Profit/(loss) from ordinary activities after related income tax expense		(322,239)	(346,241)
Profit/(loss) from extraordinary item after related income tax expense		-	-
Total changes in equity other than those resulting from transactions with owners as owners		<u>(322,239)</u>	<u>(346,241)</u>
Basic earnings per share		(\$0.005)	(\$0.006)
Diluted earnings per share		(\$0.005)	(\$0.006)

The accompanying notes form part of these financial statements.

Ramelius Resources Limited

Balance Sheet

As at 31 December 2005

	Note	Dec 2005 \$	June 2005 \$
Current Assets			
Cash assets		625,231	442,603
Receivables		55,700	37,868
Other Financial assets		100	250
Other		20,797	23,139
Total current assets		<u>701,828</u>	<u>503,860</u>
Non-current assets			
Property, Plant and Equipment		27,041	16,236
Exploration, evaluation & development expenditure		5,118,045	4,482,183
Total non-current assets		<u>5,145,086</u>	<u>4,498,419</u>
Total assets		<u>5,846,914</u>	<u>5,002,279</u>
Current liabilities			
Payables		90,951	187,810
Provisions		52,052	36,287
Total current liabilities		<u>143,003</u>	<u>224,097</u>
Non-current liabilities			
Provisions		16,888	15,107
Total non-current liabilities		<u>16,888</u>	<u>15,107</u>
Total liabilities		<u>159,891</u>	<u>239,204</u>
Net assets		<u>5,687,023</u>	<u>4,763,075</u>
Equity			
Contributed equity		7,328,582	6,082,395
Reserves		1,650	1,650
Retained profits / (losses)		(1,643,209)	(1,320,970)
Total Equity		<u>5,687,023</u>	<u>4,763,075</u>

The accompanying notes form part of these financial statements.

Ramelius Resources Limited
Statement of Changes in Equity
For the half-year ended 31 December 2005

	\$	\$	\$	\$
	Share Capital	Share Based Payments Reserve	Retained Profits / (Losses)	Total
Note	Ordinary			
Balance at 1 July 2004	6,147,690	-	(799,534)	5,348,156
Shares issued during the period	-			
Fair value of incentive options issued to consultants		1,650		1,650
Profit/(loss) attributable to shareholders			(347,891)	(347,891)
Balance as at 31 December 2004	<u>6,147,690</u>	<u>1,650</u>	<u>(1,147,425)</u>	<u>5,001,915</u>
Balance at 1 July 2005	6,082,395	1,650	(1,320,970)	4,763,075
8,666,666 shares issued during the period at \$0.15	1,300,000			1,300,000
Transaction costs associated with the issue of shares	(78,210)			(78,210)
Temporary tax differences associated with costs of capital raisings	23,463			23,463
5,000 options exercised during the period at \$0.18687	934			934
Profit/(loss) attributable to shareholders			(322,239)	(322,239)
Balance as at 31 December 2005	<u>7,328,582</u>	<u>1,650</u>	<u>(1,643,209)</u>	<u>5,687,023</u>

The accompanying notes form part of these financial statements.

Ramelius Resources Limited

Cash Flow Statement

For the half-year ended 31 December 2005

	Note	Dec 2005 \$	Dec 2004 \$
Cash Flows from operating activities			
Cash payments in the course of operations		(341,726)	(287,951)
Cash receipts in the course of operations		733	2,076
Interest received		24,019	42,564
Net cash provided by/(used in) operating activities		(316,974)	(243,311)
Cash Flows from investing activities			
Payments for Property, Plant and Equipment		(7,785)	(2,022)
Payments for Mining Tenements & Exploration		(715,337)	(597,443)
Net cash provided by/(used in) investing activities		(723,122)	(599,465)
Cash Flows from Financing activities			
Proceeds from issue of shares		1,300,000	-
Payments associated with capital raising		(78,210)	-
Proceeds from exercise of options		934	-
Net cash provided by/(used in) financing activities		1,222,724	-
Net increase/(decrease) in cash held		182,628	(842,776)
Cash at the beginning of the half-year		442,603	2,033,506
Cash at the end of the half-year		625,231	1,190,730

The accompanying notes form part of these financial statements.

Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

1 Basis of Preparation

The half-year financial statements are a general purpose financial report prepared in accordance with the requirements of the Corporations Act 2001, Australian Accounting Standard AASB134: *Interim Financial Reporting*, Urgent Issues Group Interpretations and other authoritative pronouncements of the Australian Accounting Standards Board.

This half-year financial report is to be read in conjunction with the Annual Financial Report for the year ended 30 June 2005 and any public announcements made by Ramelius Resources Limited during the half year in accordance with the continuous disclosure requirements of the Corporations Act 2001.

As this is the first interim financial report prepared under Australian equivalents to IFRS, the accounting policies applied are inconsistent with those applied in the 30 June 2005 Annual Report which was prepared under previous Australian GAAP. Accordingly, a summary of the significant accounting policies under Australian equivalents to IFRS are disclosed below. A reconciliation of equity and profit and loss between GAAP and Australian equivalents to IFRS is disclosed at Note 2.

The half-year financial report does not include full note disclosures of the type normally included in an annual financial report.

(a) Income Tax

The Company adopts the liability method of tax-effect accounting whereby the income tax expense is based on the profit from ordinary activities adjusted for any non-assessable or disallowed items.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary differences can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Company will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

(b) Property, Plant & Equipment

Each class of property, plant and equipment is carried at cost or fair value less, where applicable, any accumulated depreciation and impairment losses.

Plant and Equipment

Plant and equipment are measured on the cost basis less depreciation and impairment losses.

The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the assets employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

Depreciation

The depreciation of all fixed assets is depreciated on a straight line basis over their useful lives to the economic entity commencing from the time the asset is held ready for use.

The depreciation rates used for each class of depreciable assets are:

<i>Class of Fixed Asset</i>	<i>Depreciation Rate</i>
Plant and equipment	7.5 – 25%

The asset's residual values and useful lives are reviewed, and adjusted if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement. When revalued assets are sold, amounts included in the revaluation reserve relating to that asset are transferred to retained earnings.

(c) *Exploration and Development Expenditure*

Exploration, evaluation and development expenditure incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area or where activities in the area have not yet reached a stage that permits reasonable assessment of the existence of economically recoverable reserves.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

When production commences, the accumulated costs for the relevant area of interest are amortised over the life of the area according to the rate of depletion of the economically recoverable reserves.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to that area of interest.

Costs of site restoration are provided over the life of the facility from when exploration commences and are included in the costs of that stage. Site restoration costs include the dismantling and removal of mining plant, equipment and building structures, waste removal and rehabilitation of the site in accordance with clauses of the mining permits. Such costs are determined using estimates of future costs, current legal requirements and technology on an undiscounted basis.

Any changes in the estimates for the costs are accounted on a prospective basis. In determining the costs of site restoration, there is uncertainty regarding the nature and extent of the restoration due to community expectations and future legislation. Accordingly, the costs are determined on the basis that the restoration will be completed within one year of abandoning the site.

(d) *Leases*

Leased payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

(e) Impairment of Assets

At each reporting date, the Company reviews the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any excess of the asset's carrying value over its recoverable amount is expensed to the income statement.

(f) Employee Benefits

Provision is made for the Company's liability for employee benefits arising from services rendered by employees to balance date. Employee benefits that are expected to be settled within one year are measured at the amounts expected to be paid when the liability is settled, plus related on-costs. Employee benefits payable later than one year are measured at the present value of the estimated future cash outflows to be made for those benefits.

(g) Provisions

Provisions are recognised when the Company has a legal or constructive obligation, as a result of past events, for which it is probable that an outflow of economic benefits will result and that outflow can be reliably measured.

(h) Cash and Cash Equivalents

Cash and cash equivalents includes cash on hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less, and bank overdrafts.

(i) Revenue

Revenue from sale of goods is recognised upon delivery of goods to customers.

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets.

All revenue is stated net of goods and services tax (GST).

(j) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of GST, except where the amount of GST incurred is not recoverable from the Australian Taxation Office. In these circumstances the GST is recognised as part of the cost of acquisition of the asset or as part of an item of expense. Receivables and payables in the balance sheet are shown inclusive of GST.

Cash flows are presented in the cash flow statement on a gross basis, except where the GST component of investing and financing activities, which are disclosed as operating cash flows.

(k) Comparative Figures

When required by Accounting Standards, comparative figures are adjusted to conform to changes in presentation for the current financial year.

Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

2 *First-time Adoption of Australian Equivalents to International Financial Reporting Standards (“AIFRS”)*

		\$	\$	\$
		Previous GAAP at	Adjustments on introduction of	AIFRS at

Reconciliation of Equity at 1 July 2004

Note

1 July 2004

AIFRS

1 July 2004

Equity

Contributed equity	(a)	5,937,938	209,752	6,147,690
Retained Profits/(losses)	(c)	(589,782)	(209,752)	(799,534)
Total Equity		5,348,156	-	5,348,156

		\$	\$	\$
		Previous GAAP at	Adjustments on introduction of	AIFRS at

Reconciliation of Equity at 31 December 2004

Note

31 Dec 2004

AIFRS

31 Dec 2004

Equity

Contributed equity	(a)	5,937,938	209,752	6,147,690
Reserves	(b)	-	1,650	1,650
Retained Profits/(losses)	(c)	(936,023)	(211,402)	(1,147,425)
Total Equity		5,001,915	-	5,001,915

		\$	\$	\$
		Previous GAAP at	Adjustments on introduction of	AIFRS at

Reconciliation of Equity at 30 June 2005

Note

30 June 2005

AIFRS

30 June 2005

Equity

Contributed equity	(a)	5,937,938	144,457	6,082,395
Reserves	(b)	-	1,650	1,650
Retained Profits/(losses)	(c)	(1,174,863)	(146,107)	(1,320,970)
Total Equity		4,763,075	-	4,763,075

		\$	\$	\$
		Previous GAAP at	Adjustments on introduction of	AIFRS at

Reconciliation of Profit and Loss for the half-year to 31 December 2004

Note

31 Dec 2004

AIFRS

31 Dec 2004

Profit/(loss) from ordinary activities after related income tax expense		(346,241)	(1,650)	(347,891)
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		\$	\$	\$
		Previous GAAP at	Adjustments on introduction of	AIFRS at

Reconciliation of Profit and Loss for the half-year to 30 June 2005

Note

30 June 2005

AIFRS

30 June 2005

Profit/(loss) from ordinary activities after related income tax expense		(585,081)	(1,650)	(586,731)
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Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

Notes to the Reconciliations of Equity and Profit and Loss at 1 July 2004, 31 December 2004 and 30 June 2005	\$ 30 June 2005	\$ 31 Dec 2004	\$ 1 July 2004
(a) Contributed equity comprise: Temporary tax differences associated with costs of capital raisings previously taken directly to equity under GAAP	144,457	209,752	209,752
(b) Reserves comprise: Share Based Payments Reserve for recognition of the fair value of equity based payments to consultants	1,650	1,650	-
(c) Retained Profit/(losses) comprise: Temporary tax differences associated with costs of capital raisings (refer note 2(a))	(144,457)	(209,752)	(209,752)
Share based payments expense (refer note 2(b))	(1,650)	(1,650)	-
	<u>(146,107)</u>	<u>(211,402)</u>	<u>(209,752)</u>

	Dec 2005 \$	Dec 2004 \$
3 Other Revenues from ordinary activities		
Included in other revenues from ordinary activities:		
Interest: other parties	27,101	42,269

4 Commitments & Contingent liabilities

Exploration expenditure commitments

In order to maintain current rights of tenure to exploration tenements, the Company is required to perform minimum exploration work to meet the minimum expenditure requirements specified by the State Government of Western Australia. These obligations are subject to renegotiation when application for a mining lease is made and at other times. These obligations are not provided for in the financial report and are payable as follows.

	Dec 2005 \$	June 2005 \$
Within one year	513,504	512,820
One year or later and no later than five years	1,227,670	1,499,481
Later than five years	1,229,165	1,272,143
	<u>2,970,339</u>	<u>3,284,444</u>

Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

Note	Dec 2005	June 2005
	\$	\$

Non-cancellable operating lease expense commitments

The Company leases office accommodation under a non-cancellable operating lease expiring in March 2007. The lease generally provides the Company with a right of renewal for a further year after which time all terms are renegotiated. Lease payments comprise a base amount plus an incremental contingent rental. Contingent rentals are based on movements in the Consumer Price Index and operating criteria.

Future operating lease commitments not provided for in the financial statements and payable:

Within one year	29,853	18,204
One year or later and no later than five years	5,000	20,000
Later than five years	-	-
	<u>34,853</u>	<u>38,204</u>

Contingent Liabilities

The details and estimated maximum amounts of contingent liabilities (excluding unquantifiable royalties) that may become payable are set out below. The contingent liabilities arise from various agreements for the acquisition of or earning interests in mining tenements that are subject to certain precedent conditions being satisfied. At the date of this report there is no certainty that these liabilities will crystallise and therefore no provisions are included in the financial statements in respect of these matters. In addition to the contingent liabilities detailed below the Company is also required under the various agreements to maintain tenements in good standing and pay all rates, rents and taxes and do all things necessary to renew tenements during the conditions precedent period.

Mining Tenements/Performance Bond	6(a)	39,900	39,900
Exploration/Farm-in expenditure to earn interests in tenements	6(b)	<u>81,773</u>	<u>402,787</u>
Total estimated contingent liabilities		<u>121,673</u>	<u>442,687</u>

(a) Mining Tenements/Performance Bond

A production based royalty up to a maximum of \$1 million on certain mining tenements may become payable but cannot be presently quantified as well as a replacement performance bond of \$39,900. The Company has placed \$39,900 cash on deposit with its bankers as security against an unconditional performance bond for \$39,900 having been issued in favour of the Minister for State Development in Western Australia.

(b) Exploration/Farm-in expenditure

Exploration/Farm-in expenditure is to be made over periods between 1 and 4 years in accordance with terms set out in the relevant agreements. The Company may elect not to proceed to acquire or earn an interest in the relevant tenements provided it has first carried out the minimum exploration expenditure required. Total minimum exploration expenditure specified in the relevant agreements over this period is \$150,000 (of which \$147,895 has been spent at 31 December 2005) with a minimum of \$50,000 per year.

Ramelius Resources Limited

Notes to the financial statements

For the half-year ended 31 December 2005

(c) **Director Related Entities**

A contractual agreement with a director related entity of the Managing Director provides for a production based royalty that may become payable. However at the date of the report, the maximum amount of royalties that may be payable cannot be quantified.

5 Events subsequent to balance date

Since 31 December 2005, the Company;

- completed a placement of 1,923,076 fully paid ordinary shares at \$0.13 per shares together with one free attaching option for every two shares placed on the same terms as existing quoted options. The placement raised \$250,000 and will be used to finalise essential arrangements to enable the commencement of mining at Wattle Dam and to assist in funding the mining process;
- placed \$51,550 cash on deposit with its bankers as security against unconditional performance bonds for \$143,000 having been issued in favour of the Minister for State Development in Western Australia in respect of the proposed Wattle Dam 7800N development.

Other than the above matter, there has not arisen in the interval between 31 December 2005 and the date of this report any item, transaction or event of a material and unusual nature likely, in the opinion of the directors of the Company, to affect significantly the operations of the Company, the results of those operations, or the state of affairs of the Company, in future years.

6 Segment Reporting

The Company operates in the gold exploration and mining business segment located in Australia.

Ramelius Resources Limited

Directors' declaration

For the half-year ended 31 December 2005

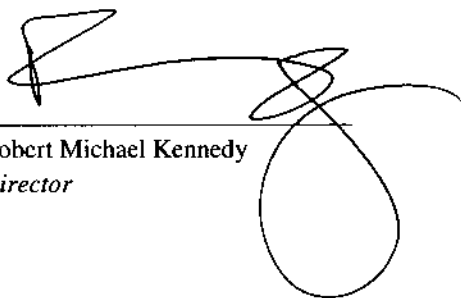
Directors' declaration

In the opinion of the directors of Ramelius Resources Limited:

- (a) the half-year financial statements and notes, set out on pages 5 to 15, are in accordance with the Corporations Act 2001, including:
 - (i) giving a true and fair view of the financial position of the Company as at 31 December 2005 and of its performance, as represented by the results of its operations and its cash flows, for the six months ended on that date; and
 - (ii) complying with Accounting Standard AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and
- (b) there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

Dated at ADELAIDE this 15th day of MARCH 2006.

Signed in accordance with a resolution of the directors:



Robert Michael Kennedy
Director

**INDEPENDENT REVIEW REPORT
TO THE MEMBERS OF RAMELIUS RESOURCES LIMITED****Scope****The half year financial report and directors' responsibility**

The half year financial report comprises the statement of financial position, statements of financial performance, statement of cash flows, accompanying notes to the financial statements and the directors' declaration for Ramelius Resources Limited (the company) for the half year ended 31 December 2005.

The directors of the company are responsible for the preparation and true and fair presentation of the half year financial report in accordance with the Corporations Act 2001. This includes responsibility for the maintenance of adequate accounting records and internal controls that are designed to prevent and detect fraud and error, and for the accounting policies and accounting estimates inherent in the half year financial report.

Review Approach

We have performed an independent review of the half year financial report in order to state whether, on the basis of the procedures described, anything has come to our attention that would indicate that the half year financial report is not presented fairly in accordance with Australian Accounting Standard AASB 134: Interim Financial Reporting and other mandatory professional reporting requirements in Australia and statutory requirements so as to present a view which is consistent with our understanding of the company's financial position and performance as represented by the results of its operations and its cash flows.

Our review has been conducted in accordance with Australian Auditing Standards applicable to review engagements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to the financial data. These procedures do not provide all the evidence that would be required in an audit, thus the level of assurance provided is less than given in an audit. We have not performed an audit and, accordingly, we do not express an audit opinion.

Independence

In conducting our review, we followed applicable independence requirements of Australian Professional ethical pronouncements and the Corporations Act 2001.

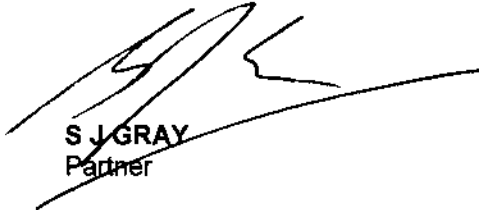
Statement

Based on our review, which is not an audit, we have not become aware of any matter that makes us believe that the half year financial report of Ramelius Resources Limited is not in accordance with:

- (a) the Corporations Act 2001, including:
- (i) giving a true and fair view of the company's financial position as at 31 December 2005 and of its performance for the half year ended on that date; and
 - (ii) complying with Australian Accounting Standards AASB 134: Interim Financial Reporting and the Corporations Regulations 2001; and

(b) other mandatory professional reporting requirements in Australia.

GRANT THORNTON
South Australian Partnership
Chartered Accountants



S. J. GRAY
Partner

Signed at *Adelaide* this *15* day of *March*

2006