



Ramelius Resources Limited

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ASX RELEASE

For Immediate Release

21 November 2006

General Manager
The Company Announcements Office
Australian Stock Exchange Limited
PO Box H224
Australia Square
Sydney NSW 1215

Dear Sir/Madam,

ACQUISITION OF BURBANKS PROCESSING PLANT - COOLGARDIE WA

HIGHLIGHTS

- **Ramelius to acquire the Burbanks 180,000tpa gold processing plant for AUD\$2.8 million.**
- **Funded from existing cash reserves.**
- **Burbanks acquisition brings forward cash flows from yet to be processed Wattle Dam ore stockpiles.**
- **Certainty of plant availability and ability to quickly monetise current reserves and future discoveries**

DETAILS OF THE ACQUISITION

The Directors of Ramelius Resources Limited (ASX code:"RMS") are pleased to advise that the Company has agreed to purchase the Burbanks Gold Processing Plant from Coolgardie Custom Milling Pty Ltd for cash consideration of AUD\$2.8 million.

Payment for the plant and equipment will be made in a series of tranches with finalisation of the acquisition expected by March 2007. The acquisition will be funded out of existing cash reserves.

IMPACT OF ACQUISITION

This acquisition is expected to have a favourable impact on the timing of cash flows from the Ramelius Wattle Dam mining operations where Ramelius currently has Run of Mine stockpiles of approximately 100,000 tonnes of ore at a grade of 10.1g/t gold. In addition, an estimated 31,800 tonnes at a similar grade is on the ROM pad at the Greenfields Treatment plant which is due to commence processing on 12 December 2006 and is expected to take 30 days to treat.

The high demand on contract milling facilities in the area had not allowed Ramelius to plan with any certainty for future milling programs after this campaign.

Ramelius expects to commence milling the 100,000 tonnes Wattle Dam stockpile at the Burbanks treatment plant early in 2007.

An operating cost budget will be developed for treatment of Wattle Dam ore and options for upgrading capacity or improving the circuit performance will be investigated. It is Ramelius's aim to develop the Burbanks facility specifically for maximising recovery from high-grade (>4 g/t) gold ores.

STRATEGIC BENEFITS

With the high levels of existing ore stockpiles at Wattle Dam together with the likelihood of an extension to the ore body via a cutback and potential underground operations, Ramelius has a high milling burden. Acquiring this gold processing plant places Ramelius at a significant advantage having secured processing availability for the future.

Ramelius will now be in a position to plan future mining and exploration programs in the knowledge that it will be able to swiftly monetise existing assets and new discoveries within its Spargoville regional project. Strong levels of activity from other junior explorers within the area may also serve to provide mill feed to the Ramelius plant.

PROCESS PLANT SUMMARY

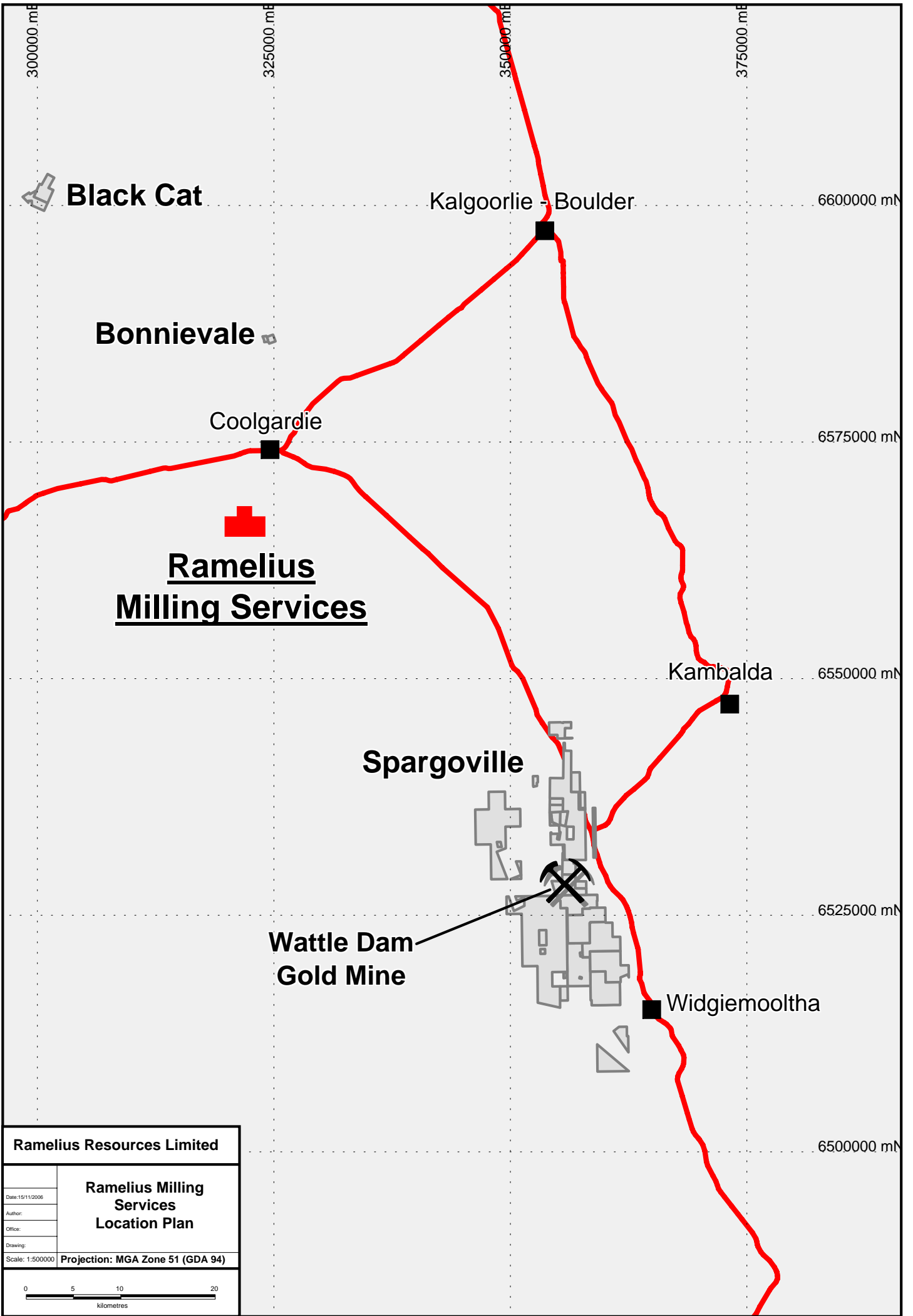
The Burbanks processing facility is located 8 kilometres south of Coolgardie. It includes two stage crushing, ball milling and a carbon in pulp circuit of nominal 180,000tpa capacity. The circuit has been on care and maintenance for approximately 2 years having previously been employed for toll treating high-grade gold ores from the Coolgardie area. Included within the purchase price are the acquisition of three mining leases, four general purpose leases, two water licences, a tailings disposal facility, associated laboratory, offices and maintenance facilities.

Ramelius engaged GRD Minproc to report on the condition of the process equipment and identify the work required to recommission the circuit. In the event that the Company recognises spare treatment capacity, Custom Milling and Carbon Stripping Services may be considered.

Mr. Joe Houldsworth
Managing Director
Ramelius Resources Limited
Ph. 08 9250 6644



BURBANKS PROCESSING FACILITY NEAR COOLGARDIE WA



 **Black Cat**

Kalgoorlie - Boulder

660000 mN

Bonnievale 

Coolgardie

6575000 mN

Ramelius
Milling Services

Kambalda

6550000 mN

Spargoville

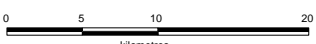
Wattle Dam
Gold Mine



6525000 mN

Widgiemooltha

6500000 mN

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| Ramelius Resources Limited | |
| Date: 19/11/2006 | Ramelius Milling Services Location Plan |
| Author: | |
| Office: | |
| Drawing: | |
| Scale: 1:500000 | Projection: MGA Zone 51 (GDA 94) |
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