



Ramelius Resources Limited

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ASX RELEASE

For Immediate Release

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

Dear Sir/Madam,

10,000 OUNCES OF GOLD EXCEEDS EXPECTATIONS

The Directors of Ramelius Resources Limited (ASX code: "RMS") are pleased to present a Mining Summary for July 2006 for the Wattle Dam Gold Mine, situated 25 kilometres west of Kambalda in Western Australia, and to report the higher than expected returns from the recently concluded first ore milling campaign.

HIGHLIGHTS

- First Major Milling Campaign returned **9,555 fine ounces of gold** from 28,386 dry tonnes at **10.5g/t gold**.
- 61,882 tonnes at cumulative uncut grade of 11.4 g/t gold mined to date.
- Gold stocks (milled and stockpiled) at 31 July ~**26,000 ounces**.
- Cash costs to 31 July estimated as **A\$200 per ounce**.
- First Gold Sales of **4000oz** realises **A\$3,418,000**.

Gold Production

The first ROM Ore Milling Campaign commenced on 29 June 2006, and concluded 31st July 2006 treating 28,386 dry tonnes of high grade ore and 843 dry tonnes of flushing material.

This campaign returned **9,555 fine ounces of gold (297 Kilograms Fine Gold)**, a recovered grade of 10.5 g/t. This is a 52% overcall in the grade as compared to the 6.9 g/t predicted by the grade control drilling

Wattle Dam Gold Mine Production Statistics To 31 July 2006			
Excludes an estimated 10kg of nuggets and specimen stone			
		<u>Mined</u>	<u>Processed</u>
	<i>Unit</i>		
Ore Mined - High Grade	tonnes	61,822	28,000
Reconciled Head Grade	g/t Gold		10.5
Predicted Grade (Grade Control - uncut)	g/t Gold	11.4	6.9
Total Recovery	%		94
Gold Production	oz		9555
Gold Production	kg		297

Ore Mined - Low Grade	tonnes	14,666	5348
Predicted Grade (Grade Control - uncut)	g/t Gold	1.4	
Reconciled Head Grade	g/t Gold		4.5
Total Recovery	%		89
Gold Production	oz		690
Gold Production	kg		21.5

TOTAL GOLD PRODUCTION	oz		10,245
TOTAL GOLD PRODUCTION	kg		318.5

Waste Removed	bcm	385,601	
Vertical Advance	metres	25	

Mining

To 31st July 2006, a total of 61,882 tonnes of Ore with an estimated grade of 11.41 g/t gold (based on un-cut grades from the grade control drilling) has been mined from the first ten flitches (25 metres depth) of the open pit. Spectacular gold grades continue to be returned from the grade control drilling with one hole through the ninth and tenth flitches returning a grade of **3,100 g/t gold**.

A total of 385,601 BCM of waste has been mined to the end of July 2006.

Haulage of Run of Mine Ore from the mine to the processing plant continues for the second milling campaign due late October 2006.

Comment

Gold Overcall

The initial mine plan was to mine approximately 70,000 tonne at 6g/t gold for 13,500 oz to a depth of 60m. With the production of 10,245 oz gold to the end of July 75% of the anticipated gold production has already been recovered while an estimated additional 15,700 oz is contained in ore stockpiles. This combined recovered gold and gold contained in stockpiles totals approximately 26,000oz and is to a depth of 25metres.

This substantial overcall of contained gold is due to the greater presence and wider distribution of high grade zones and pods than indicated by the exploration/evaluation drilling and the grade control drilling. As a consequence, the ore boundaries for mining have been expanded resulting in additional ore tonnes being mined. With the pit at approximately 40% of the planned depth, 88% of the anticipated ore tonnes have been mined and total gold mined (recovered and in stockpile) is 160% of budget.

Cash Cost

The cash cost per oz for the 26,000oz of gold recovered and contained in stockpiles (excluding nuggets and specimen) for the production to 31 July is estimated at **\$200 per oz**. This estimate includes the estimated cost of haulage and treatment to recover the gold from the ore in stockpiles.

Sales to Date

Gold sales to 3 August 2006, total 4000 oz at an average price of \$854 for a total of \$3,418,000.

On this basis the remaining 6,245oz of recovered gold and the estimated 15,700 oz in stockpiles would realise \$18.7 M.

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