

3rd August 2006

SIGNIFICANT NEW URANIUM DRILL INTERSECTIONS AT OASIS

The Directors of Glengarry Resources Limited are pleased to announce that assay results have been received for two diamond core holes (total 296 metres) drilled in June 2006 at the Oasis uranium prospect on the Company's wholly-owned Greenvale Project in North Queensland (Figure 1). The results confirm that the mineralised zone intersected by previous drilling at Oasis is continuous and open at depth. Significant intercepts recorded from the latest drilling are listed in Table 1.

Table 1: Significant U₃O₈ (0.05% lower cut) drill hole assays

Hole	Easting	Northing	Depth (m)	From (m)	To (m)	Intersection (m)	U ₃ O ₈ (%)	U ₃ O ₈ (lbs/t)
LYD003	230536	79187182	101 including	92	97	5	0.15	3.30
				93	94	1	0.26	5.65
LYD004	230469	7918723	195 including	170	172	2	0.15	3.30
				170	171	1	0.21	4.62

U₃O₈ – uranium oxide, lbs/t – pounds per tonne

The mineralisation at Oasis is hosted by a north-south trending shear zone (i.e. Oasis Shear) that is largely obscured by a thin layer of alluvial sediments. The prospect was originally defined by Esso Minerals in 1978 who drilled 46 holes for approximately 4,500 metres and intersected significant uranium mineralisation (up to 9 metres @ 0.23% U₃O₈) over 300 metres strike length (Figure 2). A summary of uranium intersections from previous drilling programs at Oasis are listed in Appendix 1 at the end of this report.

Many of Esso's drill holes intersected high grade uranium mineralisation (i.e. >0.2% U₃O₈ - see Appendix 1); however, they did not test the strike extension of the Oasis Shear and their deeper drilling was ineffective due to poor recoveries associated with wet ground conditions encountered by the open hole percussion drill technique used. Esso's deeper holes intersected significant widths (up to 15 metres) of the mineralised shear (Figure 3) but the poor recoveries meant that most samples were not submitted for assaying.

Esso mainly used diamond core drilling to define the uranium mineralisation at Oasis; however, despite the drill hole spacing being adequate for modern resource estimation purposes, Esso's reports do not contain sufficient data to permit the calculation of a JORC compliant resource. Prior to completing resource definition drilling, Glengarry's priority at Oasis will be to delineate additional potentially open pittable mineralisation immediately along strike from the existing mineralised zone. Glengarry has approximately 1 kilometre of the prospective Oasis Shear on its wholly owned tenure and has secured the remaining part of the structure via a joint venture with Metallica Minerals (Figure 4) which gives Glengarry the right to earn 80% in any uranium discovery. Reconnaissance aircore drilling to test for shallow open pittable mineralisation along the Oasis Shear is currently being planned.

The Oasis mineralisation remains open at depth and deeper drilling to test for potentially higher grade underground ore will be considered in the future; however, the Company's immediate focus will be to define an open pittable resource.



DAVID RICHARDS
Managing Director

The information in the report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by David Richards who is a member of the Australian Institute of Geoscientists. David Richards is a full time employee of Glengarry Resources Limited. David Richards has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the Australian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. David Richards consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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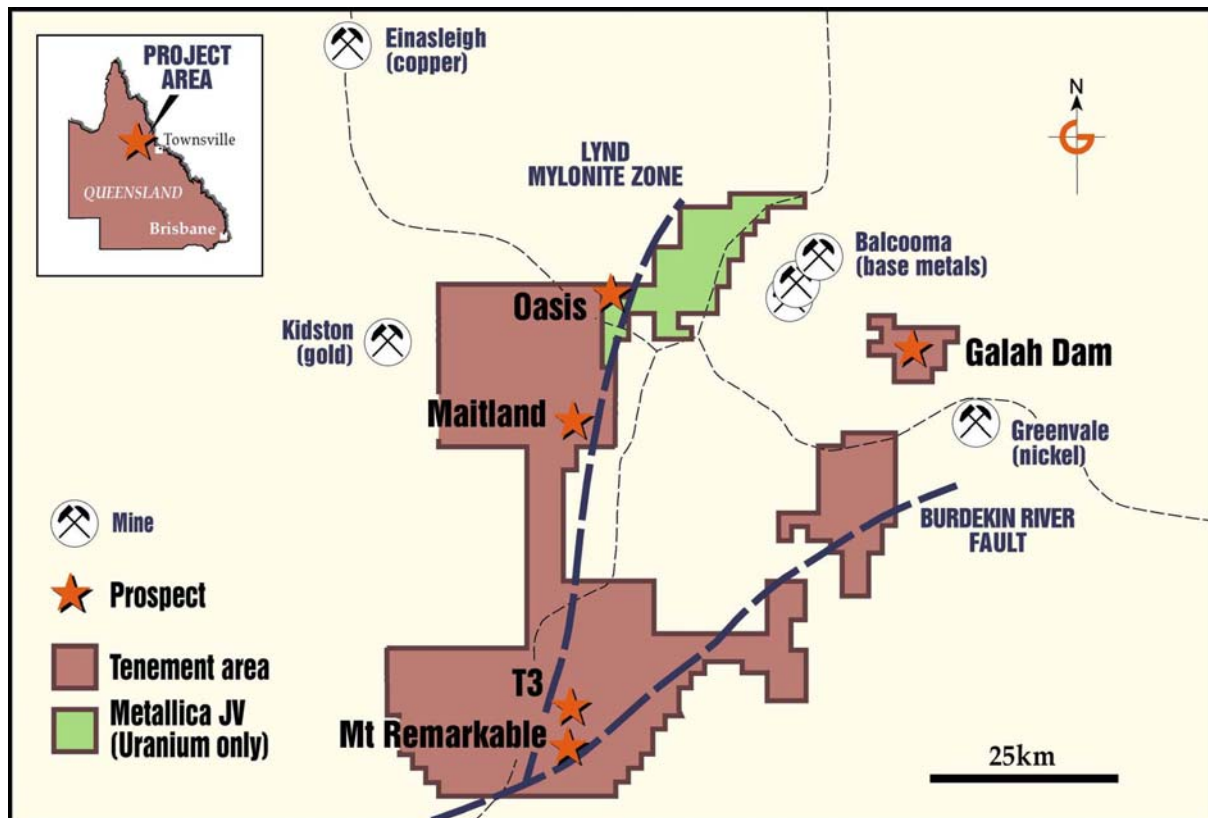


Figure 1: Glengarry Resources Limited - Greenvale Project area.

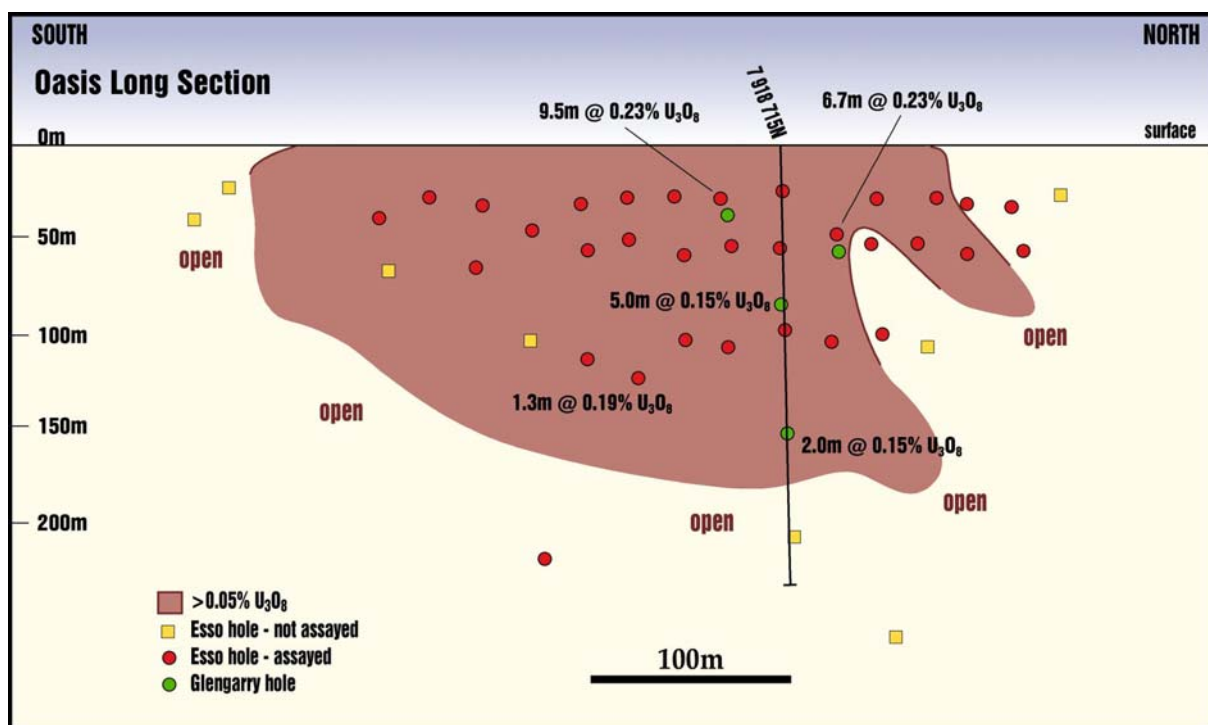


Figure 2: Oasis Prospect – Long Section.

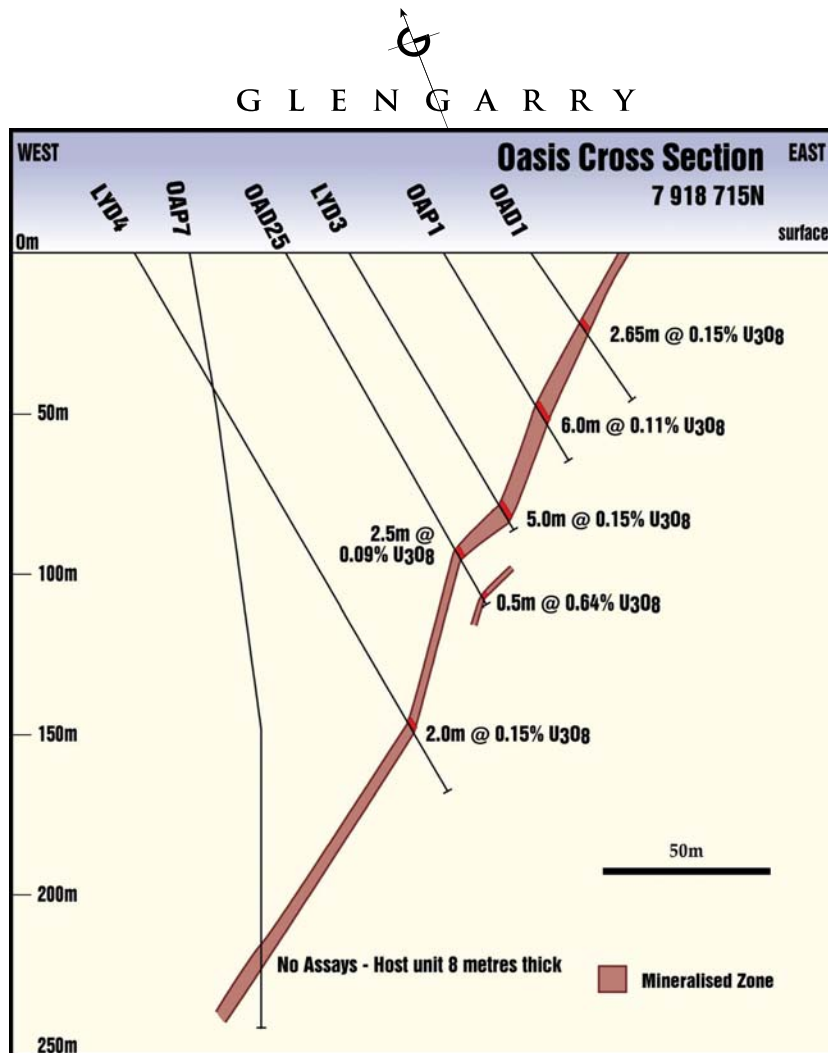


Figure 3: Oasis Prospect – Drill Section 7918715N.

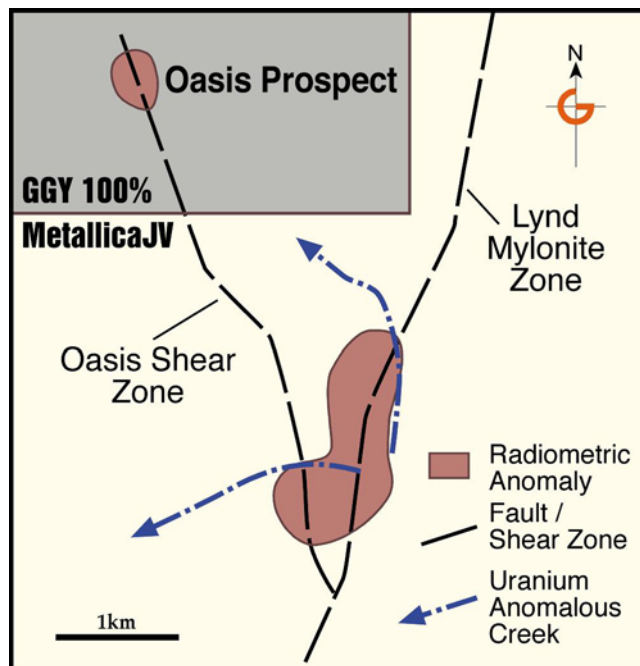


Figure 4: Plan of Oasis Prospect area showing prospective Oasis Shear Zone.



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APPENDIX 1 – Previous Drilling Results

Table 2: Glengarry Drilling (2005) - Significant U₃O₈ (0.05% lower cut) drill hole assays

Hole	Easting	Northing	Depth (m)	From (m)	To (m)	Intersection (m)	U ₃ O ₈ (%)	U ₃ O ₈ (lbs/t)
LYD001	230573	7918732	100 including	54	64	10	0.12	2.64
				61	62	1	0.25	5.50
LYD002	230588	7918685	65 including and	34	41	7	0.17	3.74
				36	37	1	0.38	8.36
				39	41	2	0.21	4.62

U₃O₈ – uranium oxide, lbs/t – pounds per tonne

Table 3: Esso Drilling (1978) - Significant U₃O₈ (0.05% lower cut) drill hole assays

Hole	Easting	Northing	Depth (m)	From (m)	To (m)	Intersection (m)	U ₃ O ₈ (%)	U ₃ O ₈ (lbs/t)
OAD001	230592	7918713	54.9 including	27.85	30.5	2.65	0.15	3.4
				28.65	29.05	0.4	0.60	13.2
OAD002	230593	7918684	44 including and	28	37.5	9.5	0.23	5.1
				29.15	29.7	0.55	0.61	13.4
				36	37	1	0.72	15.8
OAD003	230598	7918659	43.7 including	23.5	34.8	11.3	0.07	1.5
				34.3	34.8	0.4	0.37	8.1
OAD004	230576	7918740	70.9 including	48.3	55.7	6.7	0.23	5.1
				49	52.5	3.5	0.36	7.9
OAD005	230597	7918760	46.7 including	28.7	30.5	1.8	0.23	5.1
				28.7	29.8	1.1	0.36	7.9
OAD007	230593	7918609	52.9	35	36.4	1.4	0.07	1.5
OAD008	230592	7918584	63.4	48	50.5	2.5	0.07	1.5
OAD009	230610	7918790	46.7 including and	28.5	33.9	5.4	0.16	3.5
				30.2	31.2	1	0.42	9.2
				32.6	33.1	0.5	0.45	9.9
OAD013	230566	7918687	79.8 including	58.2	60.6	2.4	0.23	5.1
				59	60	1	0.43	9.5
				63.1	64.6	1.5	0.13	2.9
OAD014	230576	7918786	72.6	57.2	60.5	3.3	0.06	1.3
OAD015	230572	7918615	81.1 including	52.6	54.6	2	0.1	2.2
				53.6	54.1	0.5	0.24	5.3
				63.4	66	2.6	0.1	2.2
OAD016	230565	7918662	79.8 including and including	62.4	67	4.6	0.14	3.1
				62.8	63.8	1	0.29	6.4
				65.3	66.3	1	0.22	4.8
				70.5	71.4	0.9	0.13	2.9
				70.9	71	0.1	0.98	21.6
OAD017	230608	7918557	52.1	35.4	36.4	0.8	0.12	2.6
OAD019	230516	7918693	130.8 including	117.8	120.9	3.1	0.08	1.8
				119.4	119.9	0.5	0.29	6.4

U₃O₈ – uranium oxide, lbs/t – pounds per tonne



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Table 3 (cont.): Esso Drilling (1978) - Significant U₃O₈ (0.05% lower cut) drill hole assays

Hole	Easting	Northing	Depth (m)	From (m)	To (m)	Intersection (m)	U ₃ O ₈ (%)	U ₃ O ₈ (lbs/t)
OAD020	230518	7918743	126.8 including	113.3	115.25	1.95	0.23	5.1
				113.4	113.85	0.45	0.62	13.6
OAD022	230520	7918618	142.7	122	126.3	4.3	0.07	1.5
OAD025	230516	79118720	126.7	107	109.5	2.5	0.09	2
				123.5	124	0.5	0.69	14.1
OAD026	230520	7918667	149.7 including	111.65	114.3	2.65	0.11	2.7
				111.65	112.1	0.45	0.43	9.5
				143.65	143.85	0.2	0.38	8.4
OAD028	230624	7918505	52.8	41.5	43	1.5	0.07	1.5
OAD029	230502	7918644	150.8 including	134.55	135.85	1.3	0.19	4.2
				135.2	135.85	0.65	0.24	5.3
OAP001	230565	7918713	75	56	62	6	0.11	2.4
OAP003	230590	7918809	80	62	64	2	0.05	1.1
OAP006	230584	7918560	70	70	72	2	0.1	2.2

U₃O₈ – uranium oxide, lbs/t – pounds per tonne