



21 November 2006

**ASX RELEASE**

**Agreement signed with Beacon Minerals Limited**

Glengarry Resources Limited (Glengarry) is pleased to announce that a Heads of Agreement with Beacon Minerals Limited (Beacon) has been signed covering some 195 km<sup>2</sup> of Glengarry's Greenvale Project tenements in North Queensland. The portion of Glengarry's tenements which are the subject of this agreement comprise only 10% of the Company's existing tenure in the Greenvale area, with the balance retained 100 percent by Glengarry (Figure 1).

Under the terms of the Heads of Agreement, which is a precursor to a joint venture (JV) document, Beacon must spend \$850,000 over three years to earn 80% equity in the "Lucky Creek" JV, with Glengarry free carried until the completion of a positive feasibility study. Beacon must spend \$125,000 in the first six months after signing the joint venture document before it can elect to withdraw.

Glengarry considers that technical input from the highly experienced exploration professionals from within Beacon will ensure the effective exploration of these tenements. The increased expenditure rate will expedite the chances of making significant discoveries within the JV area during the term of the agreement.

As was reported on 13 November 2006, the results for the recently completed infill soil sampling of the T3 and Mt Remarkable prospects confirm the potential of Glengarry's wholly owned tenure at Greenvale to host significant base metal and gold mineralisation, respectively. Elsewhere within the wholly owned Greenvale Project area, a JORC compliant inferred resource containing approximately 21,000 tonnes of copper metal has been estimated at the Maitland prospect and there is significant potential to enhance the economic value of this deposit. At the Oasis prospect, significant uranium mineralisation has been intersected and there is good potential to define additional zones of open pit uranium mineralisation.

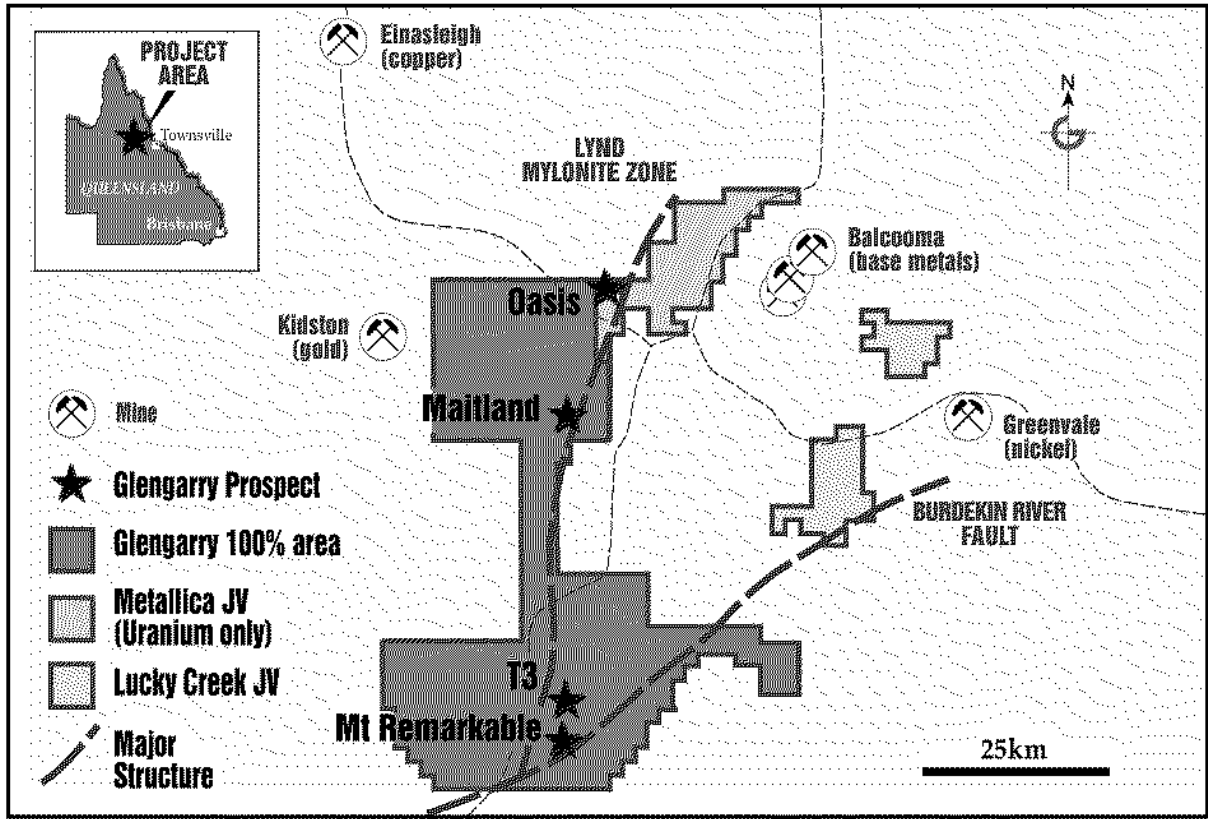
This agreement now allows Glengarry to focus its exploration funding and expertise on its key prospects at Greenvale including the Maitland copper prospect, the Oasis uranium prospect, the T3 base metal prospect and the Mt Remarkable gold prospect.

David Richards  
Managing Director

**Declaration**

The information in this 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 Australasian 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.

# GLENGARRY



**Figure 1: Glengarry Resources Limited - Greenvale Project Tenure**