

## **A S X   A N N O U N C E M E N T**

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**22 December 2006**

### **OPTION ISSUE**

Drake Resources Limited (ASX Code: DRK) (“Drake”) is pleased to announce an option issue.

The issue will be a non-renounceable entitlement issue of one (1) Option for every two (2) Ordinary Shares held by shareholders of Drake as at 5:00pm WST on 5 January 2007, at an issue price of \$0.01 per option, to raise a total of \$156,250, before costs.

The issue will be fully underwritten by Findlay and Co Stockbrokers (Underwriters) Pty Ltd.

The timetable of the option issue is as follows:

Lodgement of Prospectus with the ASIC	22 December 2006
“Ex” date	29 December 2006
Record Date	5 January 2007
Dispatch of Prospectus and applications open	9 January 2007
Closing Date for acceptances	24 January 2007
Securities quoted on a deferred settlement basis	25 January 2007
Statements for Options dispatched (anticipated) and deferred settlement trading ends	29 January 2007

Capital raised pursuant to this Issue will be applied as additional working capital and will not affect existing budgets and work programs.

For further information, please contact:

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