

ASX ANNOUNCEMENT
24 July 2007

PLACEMENT

The Board of Drake Resources Limited (ASX Code – DRK) are pleased to announce a placement of 3,300,000 new ordinary shares in the Company along with a 1 for 2 free attaching 31 December 2009 option exercisable at \$0.20 to a range of sophisticated investors.

The placement is being coordinated by Taylor Collison Limited.

The placement is pursuant to Section 708 of the Corporations Act and is at a price of \$0.15 to raise up to \$495,000.

Further information required by Listing Rule 3.10.3 in relation to the placement accompanies this announcement.

Jay Stephenson
Company Secretary

LISTING RULE 3.10.3 INFORMATION

In accordance with Listing Rule 3.10.3, Drake Resources Limited provides the following details of the placement of shares:

Class of Security	a) Fully paid ordinary shares b) Options
Number to be issued	a) 3,300,000 b) 1,650,000
Principal terms of securities	a) The shares will carry standard rights applicable to ordinary shares in Drake Resources Limited and will from the date of issue rank equally with fully paid ordinary shares on issue. b) The options will be exercisable at \$0.20 on or before 31 December 2009
Issue Price	a) \$0.15 b) nil
Purpose of Placement	Development of projects and working capital
Shareholder Approval	Drake Resources will seek shareholder approval for the issue of shares.
Issue to Class	The issue is not being made to a class of security holders