

18th August 2008

ACTIVITIES UPDATE

INITIAL EXPLORATION RESULTS ENCOURAGING AT PERCYVALE PROJECT

- ◆ Initial drill testing to commence at Percyvale in coming months to follow up high grade copper, gold and silver values.

The Directors of Glengarry Resources Limited are pleased to report encouraging results from the initial phase of exploration carried out on the Company's new, wholly owned polymetallic Percyvale Project.

The Percyvale Project is located in North Queensland approximately 300 kilometres west of Townsville (Figure 1) in a geological region known to host economic deposits of a number of different metals including gold, copper, lead-zinc-silver, uranium and molybdenum. The world class Kidston gold deposit which has produced 4.5 million ounces of gold is located approximately 30 kilometres east of the Project area (Figure 1).

First pass mapping, soil sampling and prospecting have defined large, polymetallic anomalies at the Bernadette and Maggies prospects.

Bernadette Prospect

A 2.5 kilometre long, northeast trending zone containing strongly anomalous copper, gold and silver has been defined at the Bernadette prospect (Figure 2). Limited bedrock channel sampling has been carried out where outcrop exposure is sufficiently continuous. Better results include:

- ◆ 5 metres @ 1.1% copper, 2.6 g/t gold and 42 g/t silver
- ◆ 2 metres @ 2.2% copper, 4.5 g/t gold and 14 g/t silver

Rock chip samples elsewhere at Bernadette have also recorded high grade copper, gold and silver values that warrant further exploration (Figure 2). Strongly elevated levels of zinc, lead and molybdenum are associated with the mineralised trend.

The geological setting at Bernadette is complex and several styles of mineralisation have been observed. The channel results are hosted by malachite (copper carbonate) stained, strongly ferruginous material interpreted to be after primary sulphide mineralisation. Gold-silver mineralisation has also been recorded by a number of parallel quartz veins up to 1 metre thick and 200 metres long.

An isolated occurrence of secondary, high grade uranium mineralisation has been recorded on the north western margin of the prospect area (Figure 2). However, the significance of this is uncertain at this stage. The potential for economic uranium mineralisation at Percyvale was last assessed in the 1970s and has not yet been fully evaluated by Glengarry.

Follow up work comprising infill soil sampling and detailed geological mapping is in progress at Bernadette to determine the continuity and orientation of the different styles of mineralisation. Initial drill testing is planned for September/October 2008.

There has been no previous drilling in the prospect area.

Maggies Prospect

At Maggies, follow up of previous rock chip and soil sampling carried out by BHP (1994-1995) and Rio (2004-2006) has identified a northwest-southeast trending gossanous (ex-sulphide) horizon up to 16 metres wide and over a strike length of at least 1 kilometre. Soil sampling has delineated a strong copper anomaly (Figure 3) coincident with the gossanous horizon and a composite rock chip sample across the sub cropping, thickest part of the unit recorded 15.9% copper, 0.32 g/t gold and 11 g/t silver. With the exception of site preparation, no further work is required prior to drill testing which will be completed as part of the same drilling program planned for the Bernadette prospect in September/October 2008.

As with Bernadette, there has been no prior drilling at the prospect.

Citadel Project

Glengarry is continuing to advance its wholly owned Citadel gold-copper Project in northwest Western Australia and has now been formally advised by the Western Australian Department of Industry and Resources that the southern two Exploration Licences will be granted in late October 2008. The two northern Exploration Licences have already been granted. Glengarry has signed Access Agreements with the Traditional Owners and preparations are underway to carry out Heritage Surveys over proposed drill sites before the end of the year. A 10,000 metre aircore drilling program is scheduled to commence at the beginning of the 2009 field season to test 18 targets that have already defined by previous exploration work.

Corporate

Glengarry is also continuing to review a number of advanced acquisition opportunities. The sale of the Greenvale Project, subject to shareholder approval at a meeting on 9th September 2008, will increase the Company's cash reserves to over \$11,000,000 providing a strong, competitive advantage to Glengarry in the negotiation and acquisition of new business opportunities.



David Richards
Managing Director

Declaration

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Kevin Seymour who is a member of the Australasian Institute of Mining and Metallurgy. Kevin Seymour is a full time employee of Glengarry Resources Limited. Kevin Seymour 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. Kevin Seymour consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

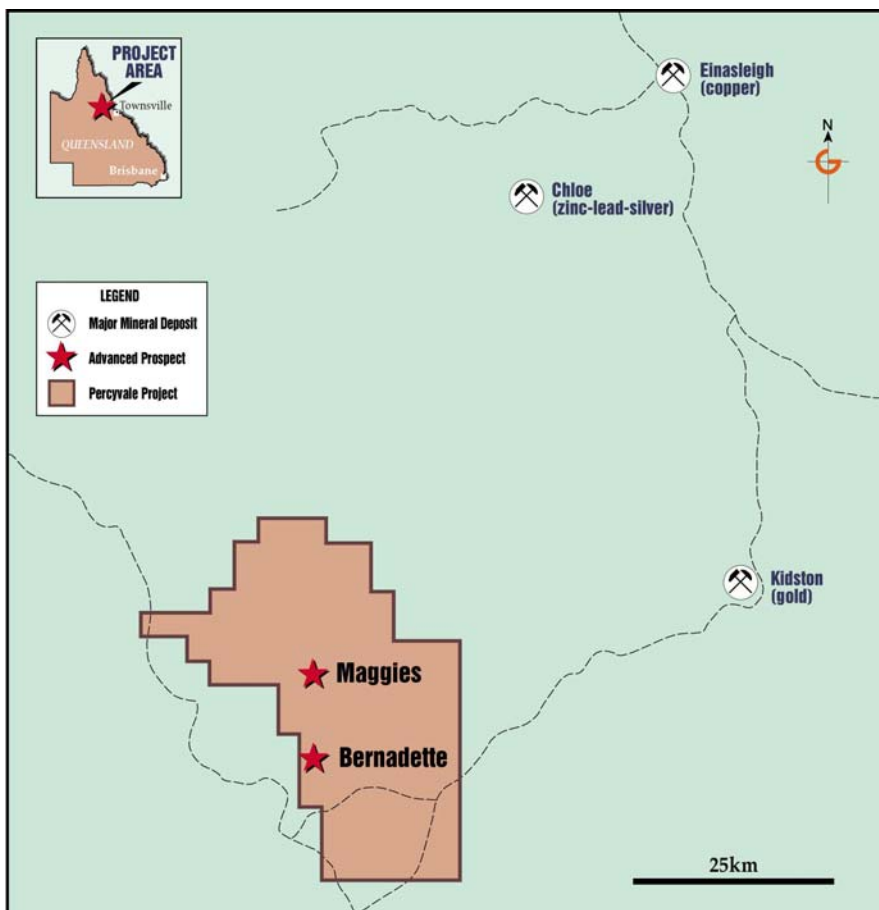


Figure 1: Percyvale Project Location Plan

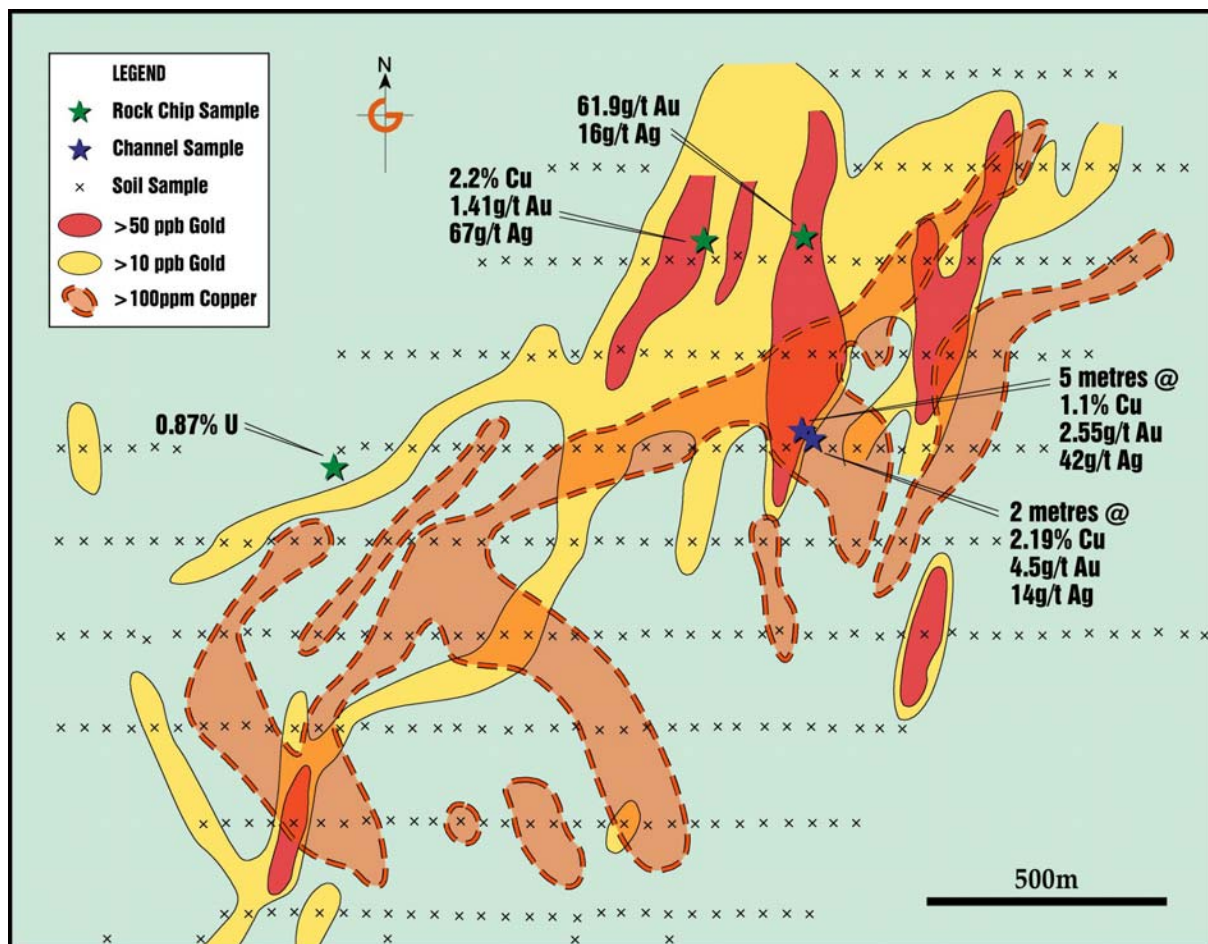


Figure 2: Bernadette Prospect showing anomalous soil and rock results

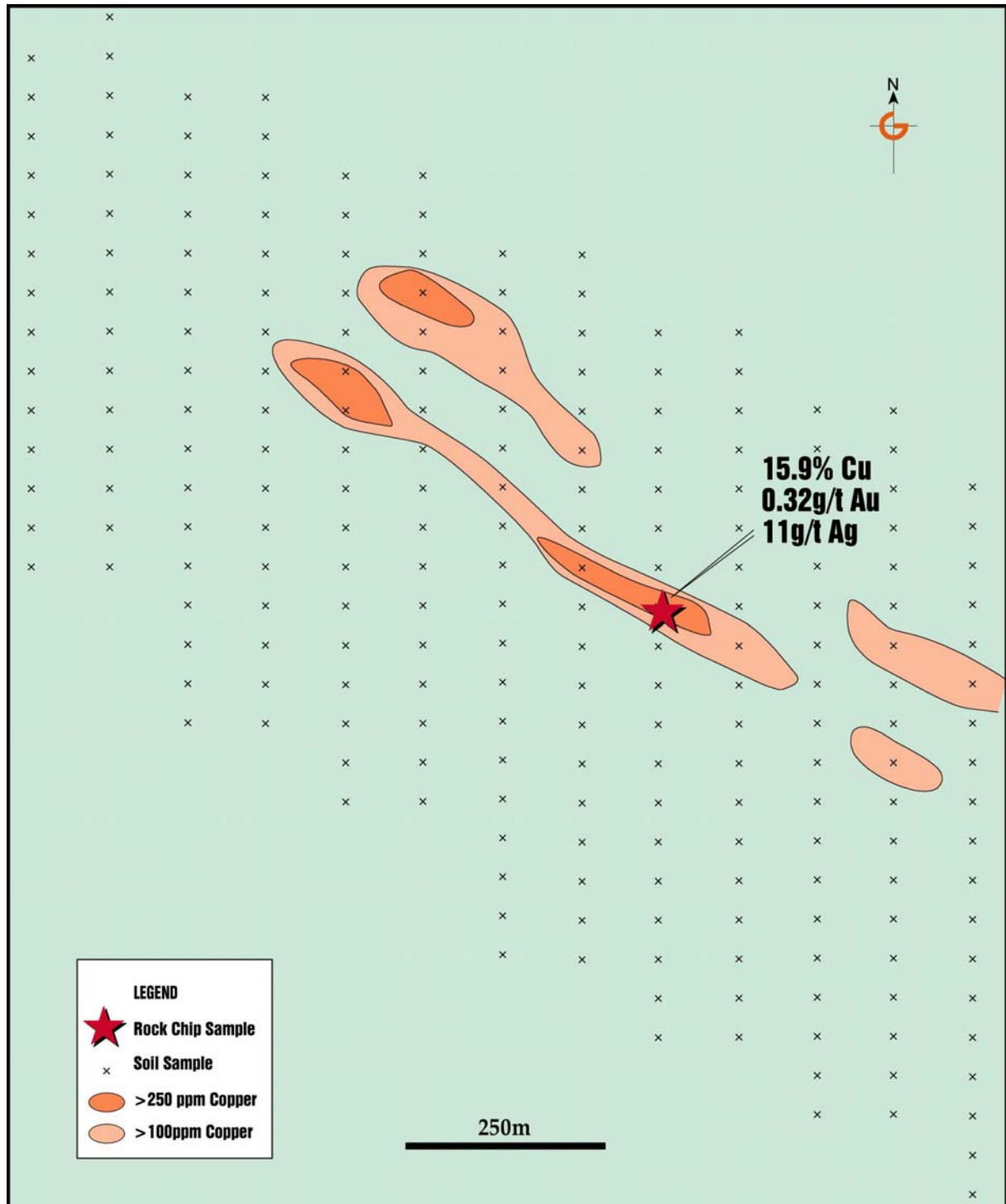


Figure 3: Maggies Prospect showing anomalous soil and rock results