



16 December 2004

Manager Company Announcements
Company Announcements Office
Australian Stock Exchange Limited
Level 10, 20 Bond Street
SYDNEY NSW 2000

Dear Sir/Madam

ANNOUNCEMENT

ONE FOR FOUR ENTITLEMENTS ISSUE FULLY SUBSCRIBED

The directors of Glengarry Resources Limited are pleased to announce that shares from a shortfall to a one for four entitlements issue (Record Date 2nd September 2004) have been fully allocated and that the issue is now closed. A total of 31,576,787 New Shares were issued to raise gross proceeds of \$1,105,187.

The proceeds from the entitlements issue will be used to fund exploration work on Glengarry's strategic land holdings in Eastern Australia including drilling programs scheduled for the first quarter of 2005.

The directors wish to thank those shareholders and investors who participated in the entitlements issue.

Yours faithfully

A handwritten signature in black ink, appearing to read 'D Richards', enclosed within a circular scribble.

DAVID RICHARDS
Managing Director