

4 December 2006

Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

GRANT OF BADJA URANIUM PROJECT EXPLORATION LICENCE

The Directors of Reefton Mining N.L. (ASX:RTM) are pleased to announce that the exploration licence ("EL") application over the Badja Uranium Project has now been granted.

The Badja Uranium Project (EL 59/1249), located approximately 30 kilometres south of Yalgoo in Western Australia, is 205 square kilometres in area and covers a potential uranium-bearing palaeochannel.

Defined by an airborne radiometric anomaly, the palaeochannel is interpreted to be approximately 30 kilometres in length and 2 kilometres in width. There has not been any previous uranium exploration over the Badja anomaly area.

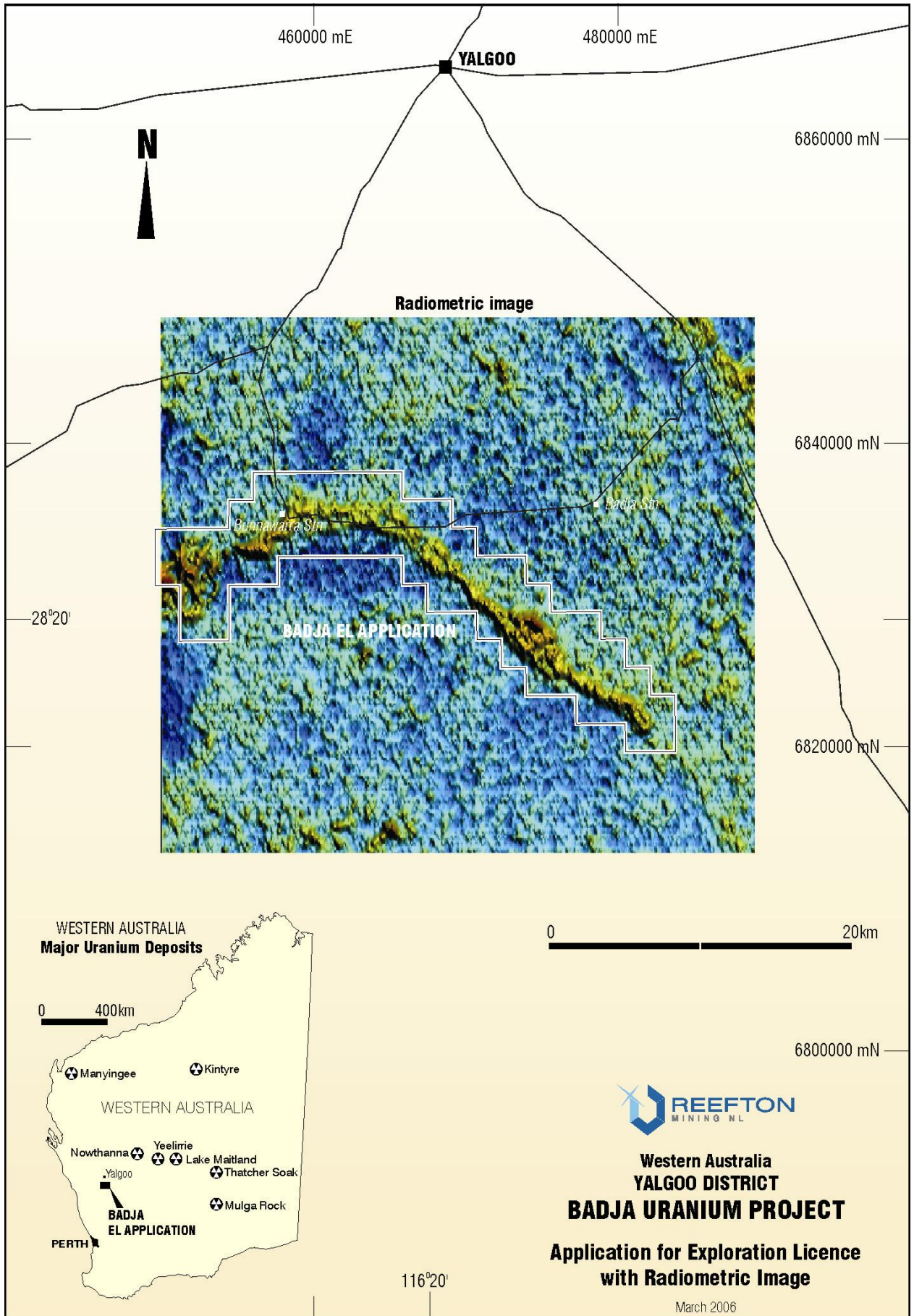
Reefton's initial exploration program will consist of a ground radiometric survey that will define the dimensions of the anomaly and identify specific areas for trenching. An Aboriginal Heritage Survey will be completed prior to the commencement of any exploration activities that will result in ground disturbance.

Yours faithfully

JOHN COOKE
Company Secretary

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For further information please visit our website – www.reeftonmining.com.au



460000 mE

480000 mE

YALGOO

6860000 mN



Radiometric image

6840000 mN

28°20'

BADJA EL APPLICATION

6820000 mN

WESTERN AUSTRALIA
Major Uranium Deposits

0 400km

0 20km



6800000 mN



**Western Australia
YALGOO DISTRICT
BADJA URANIUM PROJECT**

**Application for Exploration Licence
with Radiometric Image**

116°20'

March 2006