

31 October 2007

ASX Announcement

NON-RENOUNCEABLE PRO RATA OFFER OF OPTIONS

The Directors of Red Emperor Resources NL have resolved that the Company will make a pro rata non-renounceable offer of up to 19,500,002 options at an issue price of one cent per option (Options) to acquire fully paid ordinary shares (Shares) in the Company.

The Offer will be made to Red Emperor shareholders on a basis of one (1) Option for every two Shares held at 5.00pm WST on 14 November 2007 (Record Date).

The ASX yesterday approved the timetable for the non-renounceable pro-rata offer of options by the Company. The Company is pleased to announce the important dates for the offer are as follows:

Lodgement of Prospectus	2 November 2007
'Ex' Date	8 November 2007
Record Date	14 November 2007
Acceptance closes at 5pm WST	7 December 2007

Applicants should consult their brokers or professional advisors in regards to the definition of 'Ex' Date and Record Date to ensure that their entitlement to participate in the offer is assured.

The Company intends to lodge a Prospectus for the Offer at the Australian Securities & Investment Commission on or before 2 November 2007. The Prospectus will be mailed to each shareholder registered in the share register on the Record Date. Each shareholder's entitlement under the Offer will be set out in the Entitlement and Acceptance Form that will accompany the Prospectus.

The Options will be exercisable at 25 cents each on or before 31 August 2009. The Company will apply for official quotation of the Options issued under the Prospectus.

Yours faithfully



Kent Hunter
Managing Director