



14 November 2006

ASX/Media Announcement

## FOX STRIKES NICKEL SULPHIDES AT RAZERLINE

Fox Resources Limited ("Fox") (ASX: **FXR**) is pleased to announce that a diamond drilling program has continued to intersect heavily disseminated and massive stringer sulphides at the Company's newest nickel target, Razerline (Figure 3).

From the five diamond drill holes that have been drilled to date, four have returned highly encouraging intersections including;

- **RZDD003 intersected 13.7m of heavily disseminated and massive stringer sulphides from 150.6m down hole depth (assays pending).**
- **RZDD004 intersected 10.7m of heavily disseminated and massive stringer sulphides from 105.5m downhole depth (assays pending).**
- **RZDD005 intersected 5m of disseminated sulphides from 144.3m downhole depth (assays pending).**

Identified in the 1980's, Razerline is located 9km north east of Radio Hill milling operations and is prospective for nickel and copper. VTEM and Fixed Loop Electromagnetics (FLTEM) which have recently been completed at Razerline suggest the orientation of the historical drillholes was oblique to the strike of the interpreted EM conductor (Figure 1).

These latest drill results at Razerline follow earlier results from diamond drill holes **RZDD001** and **RZDD002**, which were announced on 30 October 2006. Diamond drill hole **RZDD002** deviated and missed the core of the conductor plate however **RZDD001** intersected **8m of heavily disseminated and massive stringer sulphides**.

Fox has assayed the diamond core from **RZDD001** at its Radio Hill laboratory to check the nickel tenor and returned an assay of **8m @ 1.3% nickel and 1% copper**. All drill core samples from Razerline have now been sent to Perth for independent analysis and final assays will be announced when they are received.

When the current round of drilling is completed at Razerline the diamond drill rig will re-locate to the Ayshia Zinc Deposit to test the EM conductors (Figure 2) identified earlier through Down Hole Electromagnetics (DHTEM).

### AYSHIA ZINC DEPOSIT

Ayshia is an exciting new zinc deposit located just 12 kilometres south of the Company's Radio Hill treatment plant in the Pilbara, Western Australia. It is a key deposit in Fox's emerging new Whundo Volcanic Massive Sulphide (VMS) Copper-Zinc Project area.

As announced on 20 September 2006, DHTEM was completed at Ayshia on drillhole AYRC052 (Figure 2), identifying two priority conductor targets for potential mineralised extensions of the zinc ore zone down plunge from the high grade zinc and copper sulphides.

#### EM Conductor 1

A significant off-hole conductor centered around 150m down hole. The source is situated 25 to 30 metres above and strongly west south west of hole AYRC052 (Figure 2). This source is clearly related to mineralisation intersected in AYRC089 (9.1m @ 6.2% zinc, 1.04% copper 152m down hole depth, Figure 2)

#### EM Conductor 2

A significant off-hole conductor centered around 195m down hole. The source is situated 50 metres below and north west of hole AYRC052. This source is clearly coincident with the modelled surface FLTEM conductor down plunge of currently defined mineralisation at Ayshia. This conductor has a stronger EM signature than EM Conductor 1 and this may relate to the presence of higher volumes of chalcopyrite (copper)/pyrrhotite or a wider interval of conductive mineralisation.

## HIGH PRIORITY BASE METAL TARGETS AT WHUNDO

The Sunchaser, Conquest, Bertram and Carver EM conductor (Figure 3) targets, which are located 12km south of the Radio Hill milling operations, remain a high priority for the Company.

Tenement applications are being fast-tracked with approval to commence drilling expected early 2007 and mapping of the area is now underway to determine gossan extents and geological structures prior to a drill hole program being finalised.

The Sunchaser, Conquest and Bertram EM conductors may be prospective for nickel as historical drill hole WSP-29 at Bertram intersected **5.5m @ 0.35% copper and 0.16% nickel from 5.5m down hole depth.**

–ENDS–

For further details, please contact:

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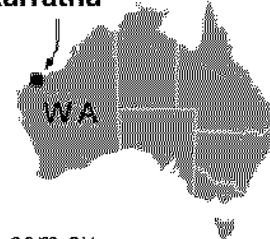
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### About Fox Resources

Fox Resources (ASX: FXR) is an Australian diversified explorer and producer with nickel, copper and zinc projects. The Company is generating positive cashflow from the West Whundo Copper-Zinc mine which is being used to fund a pipeline of projects within the Pilbara region of Western Australia. Fox sells all of its copper via an off-take agreement with China's largest producer of nickel, Jinchuan Group Limited.

Exploration over Fox's highly prospective 1,000 sq km of regional ground has been focused within the 15km radius of the Radio Hill plant. The Company has proven up several deposits within this area, lowering the threshold for development of these projects. The projects include Ayshia (zinc-copper), Shelby (copper), Austin (copper-zinc) and Sholl (nickel-copper-cobalt).

Fox has an excellent opportunity to maximise production opportunities through its recently upgraded and centralised treatment facility at Radio Hill, which until now Fox had used specifically for nickel production.

Table 1: RZDD001 (Radio Hill on-site Laboratory)

SAMPLE ID	Width	Ni%	Cu %	Co %	Comment
RZDD001					
117.2 - 118	0.8	0.28	0.38	0.015	Disseminated
118 - 118.85	0.85	0.28	0.39	0.012	Disseminated
118.85 - 119.15	0.3	1.69	0.59	0.067	Stringer
119.15 - 120	0.85	1.29	0.83	0.051	Heavy Disseminated
120 - 121	1	1.59	0.55	0.063	Heavy Disseminated
121 - 122	1	1.05	0.56	0.04	Heavy Disseminated
122 - 123	1	1.14	0.91	0.045	Heavy Disseminated
123 - 124	1	1.27	1.05	0.049	Heavy Disseminated
124 - 125	1	1.43	1.20	0.055	Heavy Disseminated
125 - 126	1	0.83	1.66	0.032	Heavy Disseminated
126 - 126.5	0.5	0.50	1.41	0.018	Heavy Disseminated
126.5 - 126.8	0.3	3.02	1.07	0.108	Stringer
126.8 - 127.5	0.7	0.45	0.77	0.014	Disseminated
127.5 - 128.5	1	0.43	0.79	0.013	Disseminated
128.5 - 129.5	1	0.32	0.61	0.015	Disseminated

Figure 1 – Razerline EM conductor - drill holes targeting nickel mineralisation

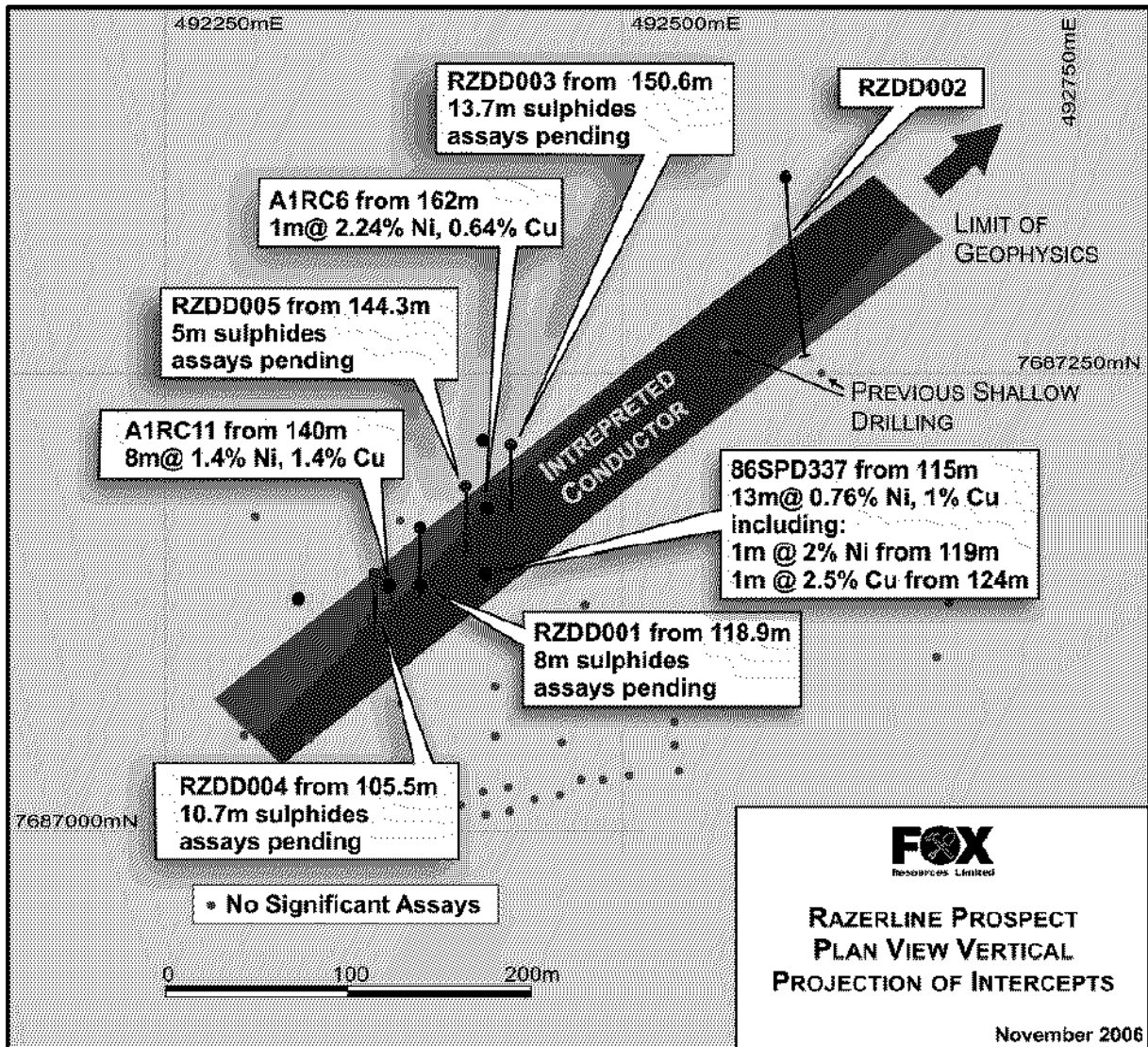


Figure 2 – Ayshia Zinc Deposit showing the untested down plunge EM conductor target area

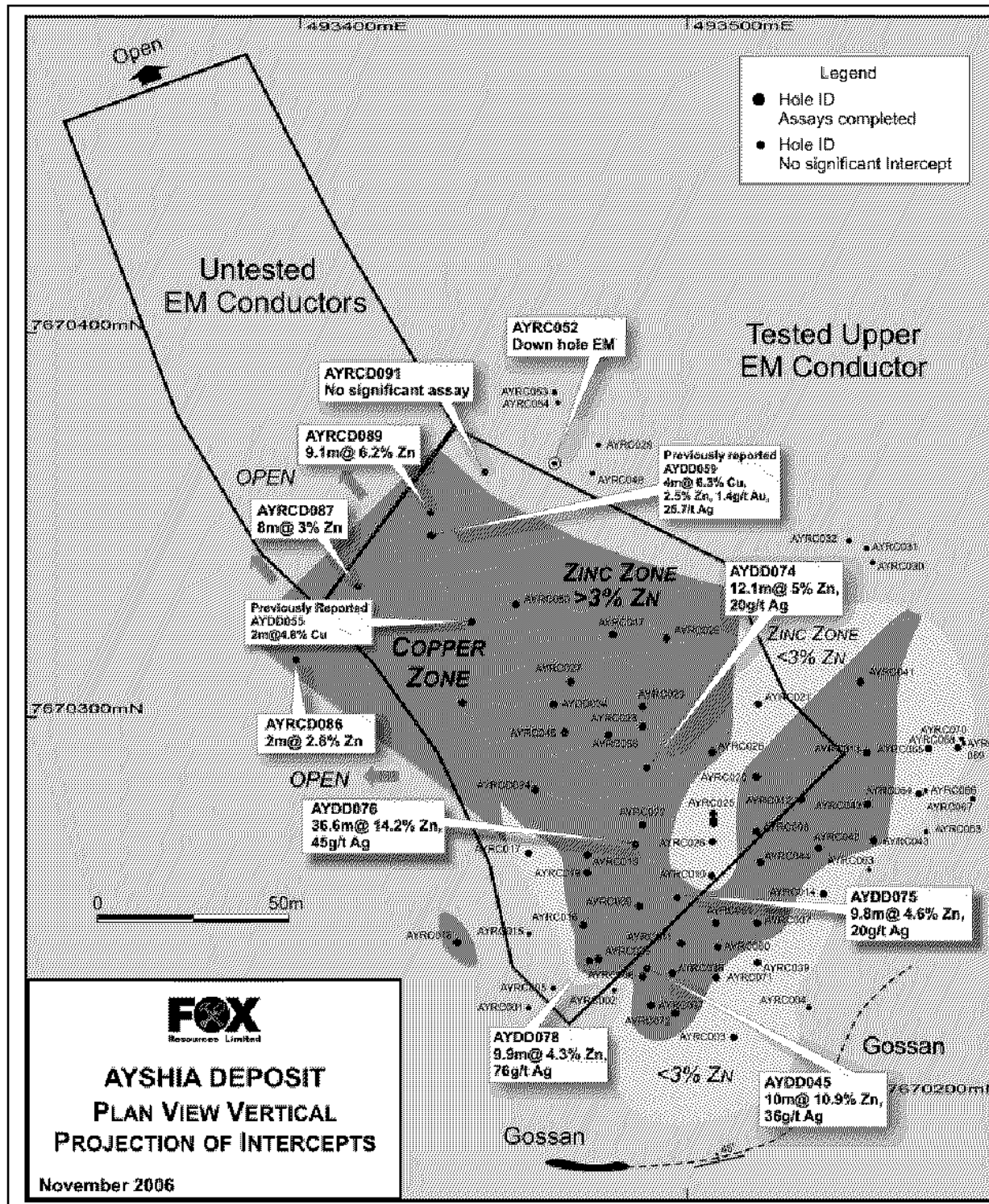
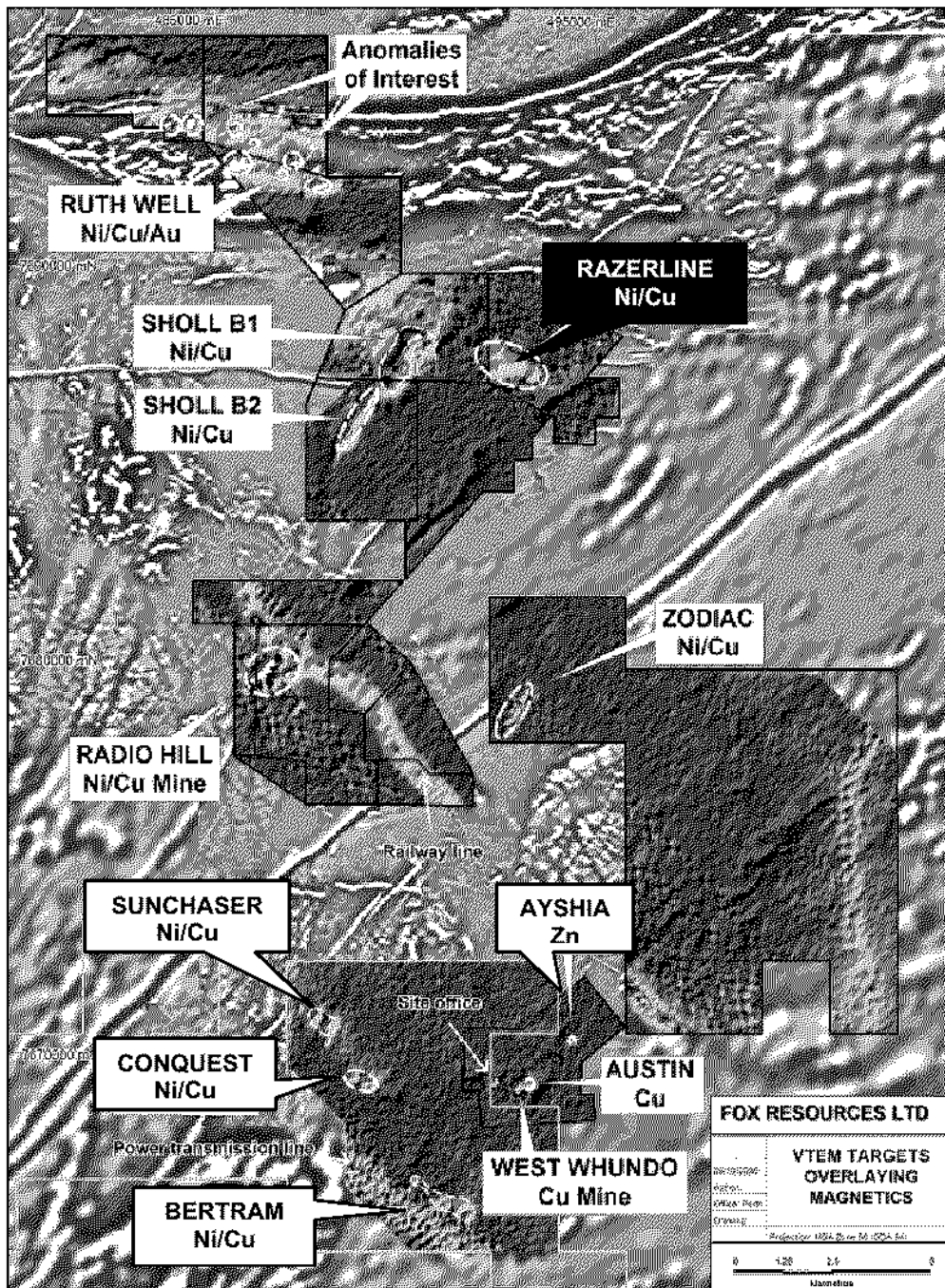


Figure 3 – Razerline, Sunchaser, Conquest, Bertram EM conductors and the Ayshia Zinc Deposit



The information in this report that relates to exploration results, mineral resources or ore reserves is based on information compiled by Mr Ed Mead who is a full-time employee of the company and is a member of the Australasian Institute of Mining and Metallurgy. Mr Mead 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 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Mead consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.