

31 July 2006

Company Announcements Office
Australian Stock Exchange Limited
Via Electronic Lodgement

Dear Sirs,

CHANGE OF DIRECTOR'S INTEREST

Please find attached an Appendix 3Y Notice.

Yours faithfully,



Christopher Reed
Executive Director
Company Secretary



Appendix 3Y

Change of Director's Interest Notice

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 30/9/2001.

| | |
|-----------------------|--------------------|
| Name of entity | Reed Resources Ltd |
| ABN | 89 099 116 631 |

We (the entity) give ASX the following information under listing rule 3.19A.2 and as agent for the director for the purposes of section 205G of the Corporations Act.

| | |
|----------------------------|-------------------|
| Name of Director | Ian Courtney Junk |
| Date of last notice | 13 June 2006 |

Part 1 - Change of director's relevant interests in securities

In the case of a trust, this includes interests in the trust made available by the responsible entity of the trust

Note: In the case of a company, interests which come within paragraph (i) of the definition of "notifiable interest of a director" should be disclosed in this part.

| | |
|---|--|
| Direct or indirect interest | Indirect |
| Nature of indirect interest (including registered holder) <small>Note: Provide details of the circumstances giving rise to the relevant interest.</small> | (ii) Aurora Prospects Pty Ltd Director/Shareholder |
| Date of change | 28 July 2006 |
| No. of securities held prior to change Ian Courtney Junk Aurora Prospects Pty Ltd | (i) 500,000 Unlisted Options (ii) 1,175,000 Ordinary Fully Paid |
| Class | FULLY PAID ORDINARY SHARES |
| Number acquired | |
| Number disposed | (ii) 425,000 |
| Value/Consideration <small>Note: If consideration is non-cash, provide details and estimated valuation</small> | \$ 222,772 |

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| | |
|---|----------------------------------|
| No. of securities held after change | |
| Ian Courtney Junk | (i) 500,000 Unlisted Options |
| Aurora Prospects Pty Ltd | (ii) 750,000 Ordinary Fully Paid |
| Nature of change Example: on-market trade, off-market trade, exercise of options, issue of securities under dividend reinvestment plan, participation in buy-back | ON-MARKET TRADE |

Part 2 – Change of director's interests in contracts

Note: In the case of a company, interests which come within paragraph (ii) of the definition of "notifiable interest of a director" should be disclosed in this part.

| | |
|--|--|
| Detail of contract | |
| Nature of interest | |
| Name of registered holder (if issued securities) | |
| Date of change | |
| No. and class of securities to which interest related prior to change Note: Details are only required for a contract in relation to which the interest has changed | |
| Interest acquired | |
| Interest disposed | |
| Value/Consideration Note: If consideration is non-cash, provide details and an estimated valuation | |
| Interest after change | |