

31 August 2006

Dear Shareholder

The Directors of Copper Range Limited (**Company**) are pleased to announce that a Short Form Prospectus (**Prospectus**) in relation to an underwritten non-renounceable entitlement offer of 35,500,000 Options to shareholders was lodged with the Australian Securities and Investments Commission ("ASIC") and the Australian Stock Exchange ("ASX") on Wednesday 30 August 2006.

All Copper Range shareholders on the register at 5pm on 7 September 2006 will be entitled to participate in the offer on the basis of **1 Option for every 1 fully paid Share held. The Options will be issued at a price of 1 cent each and will be exercisable at 20 cents each by 6 September 2007.**

On exercise of the Options, the issued Shares will rank equally in all respects with existing quoted ordinary Shares. Holdings on different registers (or subregisters) will be aggregated for calculating entitlements.

The Company currently has:

- (i) 39,500,000 ordinary Shares on issue
- (ii) 35,500,000 Options;
- (iii) 4,000,000 Directors Options exercisable at 25c; and
- (iv) 22,315,453 Restricted Ordinary Shares.

The Directors and their associates have agreed to apply for less than their entitlement in their capacity as shareholders so that all of the other shareholders may be offered their entitlement on a 1 for 1 basis.

The Options issue was foreshadowed in our April 2006 Prospectus as a loyalty option and gives the Company a source of future funding to continue to expand its exploration programmes and add value to the Company. Funds raised from this offer will be used to meet the costs of the issue of Options and the balance for working capital of the Company.

Shareholders will receive their copy of the Short Form Prospectus soon and application can only be made on the personalised entitlement and acceptance form accompanying the Prospectus. A copy of the Prospectus is also available for review on the ASX website www.asx.com.au or on the Company's website www.copperrange.com.au

Findlay & Co. Stockbrokers (Underwriters) Pty Limited will underwrite the Options issue for a commission of \$10,000.00.

Following is an indicative timetable for the Options issue:

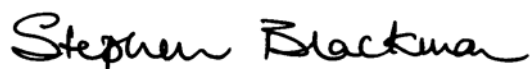
Event	Date
Prospectus lodged with ASIC and ASX	30 August 2006
Notice of Offer sent to Shareholders	31 August 2006
"Ex" Date	1 September 2006
Record Date to determine entitlements to Options	7 September 2006
Opening Date and despatch of Prospectus and Entitlement Form and Acceptance	11 September 2006
Closing Date	25 September 2006
Options quoted on a deferred settlement basis	26 September 2006
Allotment of Options	3 October 2006
Despatch date of holding statements and deferred settlement trading ends	4 October 2006

An application has been made for the Options to be listed on the ASX.

Please note this offer closes at 5pm on 25 September 2006. For further information, please contact the Company.

Your Board invites you to further participate in the future of the Company by subscribing for options under this offer.

Yours sincerely



Stephen E Blackman
Managing Director