

ASX ANNOUNCEMENT

SALE OF CELIA PROJECT TENEMENTS FOR \$900,000 IN CASH AND GOLD PRODUCTION ROYALTY

- Rubicon has entered into agreements for the sale of the majority of the Celia Project as part of the divestment strategy for its mature assets.
- Saracen Gold Limited has agreed to purchase Rubicon tenements adjacent to its Safari Bore and Red October projects for \$850,000 in cash; with a 1% gross royalty on gold produced in excess of 150,000oz.
- In a second deal, Exterra Resources Limited has agreed to purchase E39/1539 adjacent to its Linden project for \$50,000 in cash.
- Rubicon will retain the tenements south of Laverton adjacent to major gold mines.

The Directors of Rubicon Resources Limited are pleased to announce that they have signed agreements with Saracen Mineral Holdings Limited (**Saracen**) and Exterra Resources Limited (**Exterra**) for the sale of certain tenements that comprise areas of interest contiguous to their respective operations/tenements located in the northeastern Goldfields area of Western Australia (Figure 1).

Saracen has agreed to purchase tenements, subject to the completion of certain conditions precedent, that are located strategically to Saracen's Red October, Butcher Well, Tin Dog, Safari Bore and Porphyry projects and comprise 53 tenements covering an area of 1,147km². Saracen will pay Rubicon \$850,000 cash and a royalty of 1% of gross receipts on gold production in excess of 150,000oz.

In addition, Exterra has agreed to purchase E39/1539 comprising an area of 9km² which is adjacent to its Linden project for \$50,000 cash.

Rubicon retains the Celia project tenements south of Laverton (the Celia Laverton Project) which are adjacent to Barrick Gold's multi million ounce Wallaby and Granny Smith gold mines (Figure 1).

Rubicon acquired the Celia project and completed a significant first pass drilling program in 2010. In late 2010, the Board took the view that the strategy of grass roots exploration for gold in the Eastern Goldfields had run its course for the Company as the project now clearly requires the large drill budget that is more suited to a larger company. Opportunities to Joint Venture the project were reviewed, however the outright sale of some of the tenements was deemed the best way to realise value.

The cash generated by the sale will increase Rubicon's forecast cash position for the end of December 2011 to approximately \$3 million.

Rubicon's Chairman, Mr Ian Macpherson said "this sale brings a significant amount of cash back to Rubicon boosting our capacity to acquire new, high potential projects in these times when raising new capital is difficult. We retain significant upside via both the 1% production based royalty and the retained Celia Laverton Project area."

Rubicon is vigorously continuing its review and acquisition programme for high potential properties whilst joint venture partners explore at its 100% owned Warburton and Yindarlgooda Projects.

For more information on Rubicon Resources please contact:

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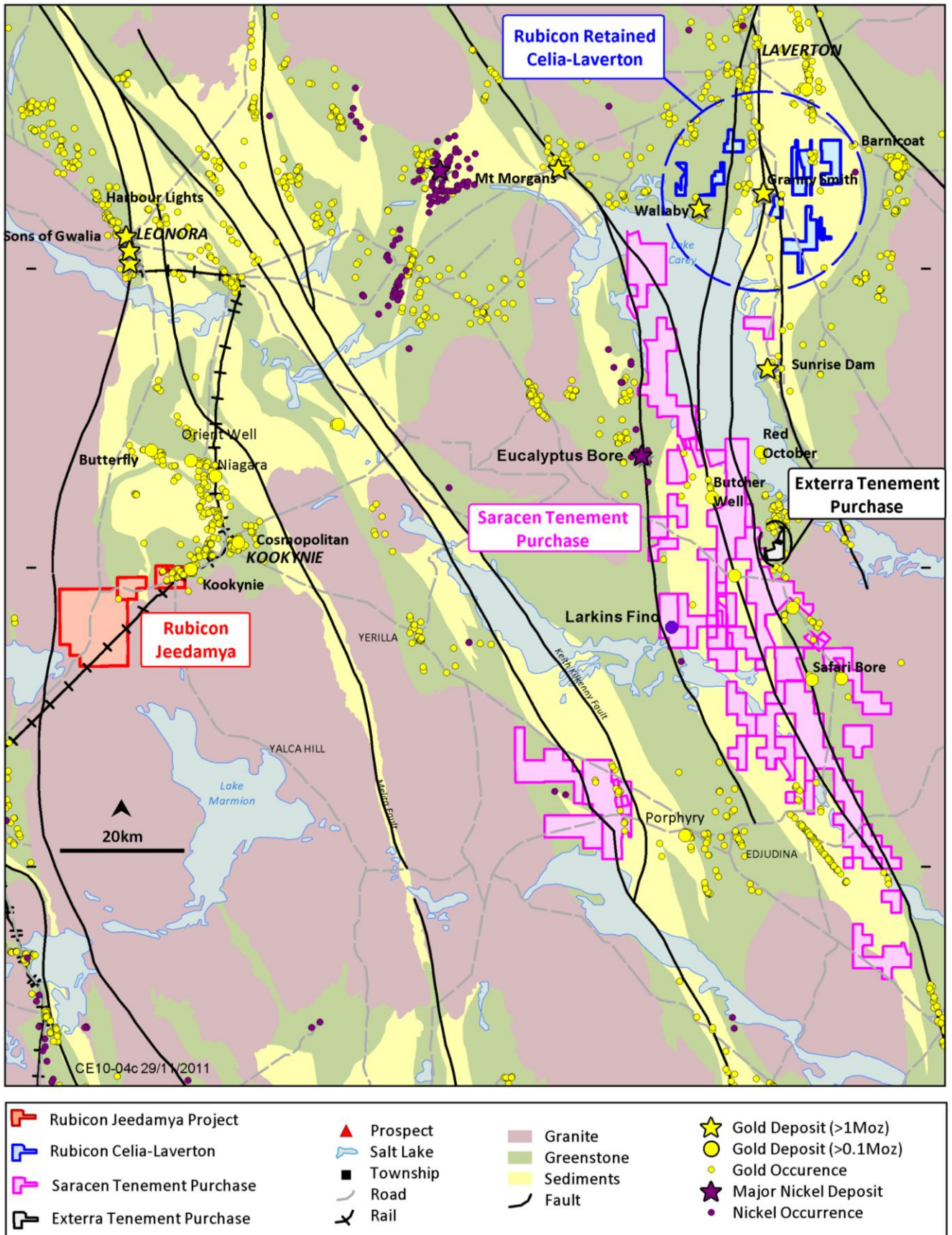


Figure 1 Location of Celia Project tenements subject to sale agreements with Saracen and Exterra. Rubicon retains the Jeedamya and Celia-Laverton tenement groups.