

26 April 2006

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

RED RIVER RESOURCES LIMITED-(RVR)

QUARTERLY REPORT (Third Quarter) FOR PERIOD 1 JANUARY 2006 TO 31 MARCH 2006.

NEW PROJECTS

BLYTHE PROJECT, NORTHERN TASMANIA

On 7 February the Company announced that it had signed a Heads of Agreement with Iron Mountain Mining Limited ("Iron Mountain") on a proposed Joint Venture Agreement covering the Blythe Project area, Exploration Licence EL6/2005 seven kilometres south east of the town of Burnie, northern Tasmania. The permit contains primary hematite and hematite/quartz mineralisation, skarn type magnetite-pyrrhotite mineralisation, as well as copper/gold mineralisation. The company infers excellent potential for the discovery of substantial IOCG (iron oxide-copper-gold) mineralisation within the permit.

The terms of the Heads of Agreement between Red River and Iron Mountain are as follows:

1. Red River to have a two month period to visit the Prospect and collect and assess all the data available from the Tasmanian Mines Department.
2. Formalisation of a Joint Venture Agreement is subject to shareholder approval by both companies.
3. Upon formalisation of a Joint Venture, Red River to reimburse all Iron Mountain's application, government and holding costs.
4. Red River may earn sixty percent (60%) interest in the Exploration Licence by expending seven hundred thousand dollars (\$700,000) over a period of three years commencing from the date of the formalisation of Joint Venture in the following stages:
Spend \$100,000 to earn a minimum of 10%
Then spend \$200,000 to earn a further 20%
Then spend \$200,000 to earn a further 20%
Then spend final \$200,000 to earn 60% total.
5. Area of influence of 10 kilometres around EL6/2005 to apply to the Joint Venture.

Mr David Zohar, an executive director of Red River, is also a major shareholder and director of Iron Mountain making the proposed Joint Venture a "Related Party Transaction". For this reason, Red River was required to engage an Independent Technical Expert as well as an Independent Accountant to review the Proposed Joint Venture to ascertain whether it is "fair and reasonable" prior to submission to an Extraordinary General Meeting of Red River shareholders in order to gain approval to proceed. An Independent Technical Expert and Independent Accountant were engaged and have prepared their reports: notifying the company that the Proposed Joint Venture is "fair and reasonable".

Subsequent to a visit to the permit and a data evaluation of the area, Red River Resources announced on March 14 that it had identified five significant magnetite exploration targets in EL 6/2005 as follows:

Target	Natone	NatoneEast	Cuprona	Cuprona SE	Loonah
Length (m)	1200	1000	600	500	1300
Breadth (m)	500	400	400	400	400
Thickness (m)	40	40	100	100	40
Bulk Density	3.5	3.5	3.5	3.5	3.5

Min Mag Factor*	25%	25%	40%	40%	5%
Max Mag Factor+	50%	50%	80%	80%	10%
Grade (%magnetite)	40-45	40-45	40-45	40-45	40-45
Min Tonnes (Mt)	21	13	34	28	4
Max Tonnes (Mt)	42	26	67	56	7

*Min Mag Factor = minimum proportion of skarn containing economic magnetite.

+Max Mag Factor=maximum proportion of skarn containing economic magnetite.

The total exploration target potential is calculated at 100-200 million tonnes of approximately 40-45% magnetite. The potential grade is based on visually estimated magnetite grades in drill hole NT3 drilled by Shell Minerals in 1982 and extrapolated to the other targets. Potential thicknesses are based on the magnetic intensities over the respective targets.

Good exploration potential for copper and gold mineralization is also inferred over a large EM anomaly to the west of Natone village in the southern part of the permit and the company will continue to ascertain whether the hematite/quartz bodies of the area hold potential for cheap gravity beneficiation techniques.

A Notice of Meeting is currently being prepared by the Company's solicitors for transmittal to shareholders prior to an Extraordinary General Meeting (EGM) when shareholder approval will be sought to proceed with the Joint Venture.

PROPOSED BUNGALOW WELL URANIUM JOINT VENTURE

Red River Resources had previously announced on 15 September 2005 that it will seek to enter into a Joint Venture with Uranium Oil & Gas Limited on the Bungalow Well Uranium Project (Exploration Licence Application E36/549) in the North Eastern Goldfields, Western Australia. A motion seeking approval from shareholders to proceed with the Joint Venture was withdrawn prior to the Company's Annual General Meeting on 28 November 2005. Subsequently, the company has had a revised Independent Expert's Report as well as an Independent Accountant's Report prepared stating that the proposed Joint Venture is "fair and reasonable". A Notice of Meeting is currently being prepared by the Company's solicitors for transmittal to shareholders prior to an Extraordinary General Meeting when shareholder approval will be sought to proceed with the Joint Venture.

OPERATIONS

- Wongan Hills Drilling
- Karratha Region Soil Sampling

WONGAN HILLS DRILLING

During the quarter, Red River Resources continued its extensive drilling program over the northeastern sector of the Mount Rupert Anomaly at Wongan Hills. Diamond drill hole tail MRRC 24 DT1 was extended from 132.3 to 270.6 metres for a total of 138.3 metres of diamond drilling for the quarter. This core, as well as that taken during the previous quarter, was logged and data from the entire drilling program has been evaluated.

Intercepts of >0.1% Cu and/or >0.1 g/t Au for the entire program are as follows:

Hole No.	Depth (m)	Interval (m)	Cu (%)	Au (g/t)	Ag (g/t)
MRRC 1	43-44	1	0.14	0.04	0.6
MRRC 7	12-16	4	0.05	0.29	<0.2

MRRC 11	92-96	4	0.04	0.12	0.2
MRRC 12	48-52	4	0.12	0.03	0.8
	84-88	4	0.14	0.02	0.4
	includes				
	88-89	1	0.23	0.09	0.8
	108-112	4	0.14	0.02	0.7
	includes				
	108-109	1	0.31	0.03	1.5
MRRC 18	16-20	4	0.02	0.44	<0.2
MRRC 19	16-20	4	0.04	0.17	0.4
	307-308	1	0.19	0.02	2
	337-338	1	0.11	0.04	1
	392-393	1	0.28	0.02	2
	403-404	1	0.13	0.05	0.6
MRRC 20	12-16	4	0.04	0.12	0.2
MRRC 23 DT1	240-241	1	0.21	0.03	2.1
	310-313	3	0.32	0.02	3.5
	318-321	3	0.15	0.03	1.5
	201-202	1	>0.4	0.14	2.9
MRRC24	181-183	1	0.20	0.05	1.4
	205-206	1	0.13	0.03	1

The drill holes encountered widespread rock alteration indicative of a major hydrothermal system. Low grade copper mineralisation, in the form of disseminated chalcopyrite in unweathered rocks as well as native copper, enargite and rare malachite in the weathered zone, is widespread. There is also some evidence of the deposition of native copper in primary zone rocks. The best copper intercepts were obtained in chalcopyrite-pyrrhotite-arsenopyrite mineralisation in strongly sheared and veined rocks in diamond drill tail MRRC 23 DT1 where the interval 310-313m returned 3m @ 0.35% Cu and 3.5 g/t Ag and interval 318-321m returned 3m @ 0.15% Cu and 1.5 g/t Ag. The best gold intercept of 4m @ 0.29 g/t Au was returned from interval 12-16m in RC drill hole MRRC 7.

KARRATHA REGION SOIL SAMPLING

Infill soil sampling was carried out over the Miaree East soil nickel and gold anomalies and analytical results are expected to be received within the near future.

FINANCIALS – APPENDIX 5B

At 31 March 2006, the company had available funds of approximately \$1,607,000. The attached 5B highlights the quarter's cash activities and other relevant financial information.

J. Karajas
Managing Director



The information within this report as it relates to geology and mineral resources was compiled by the Managing Director Mr John Karajas. Mr Karajas is a Member of the Australian Institute of Geoscientists. Mr. Karajas has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration 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, the JORC Code". Mr Karajas consents to the inclusion in the report of the matters based on information in the form and context which it appears.
