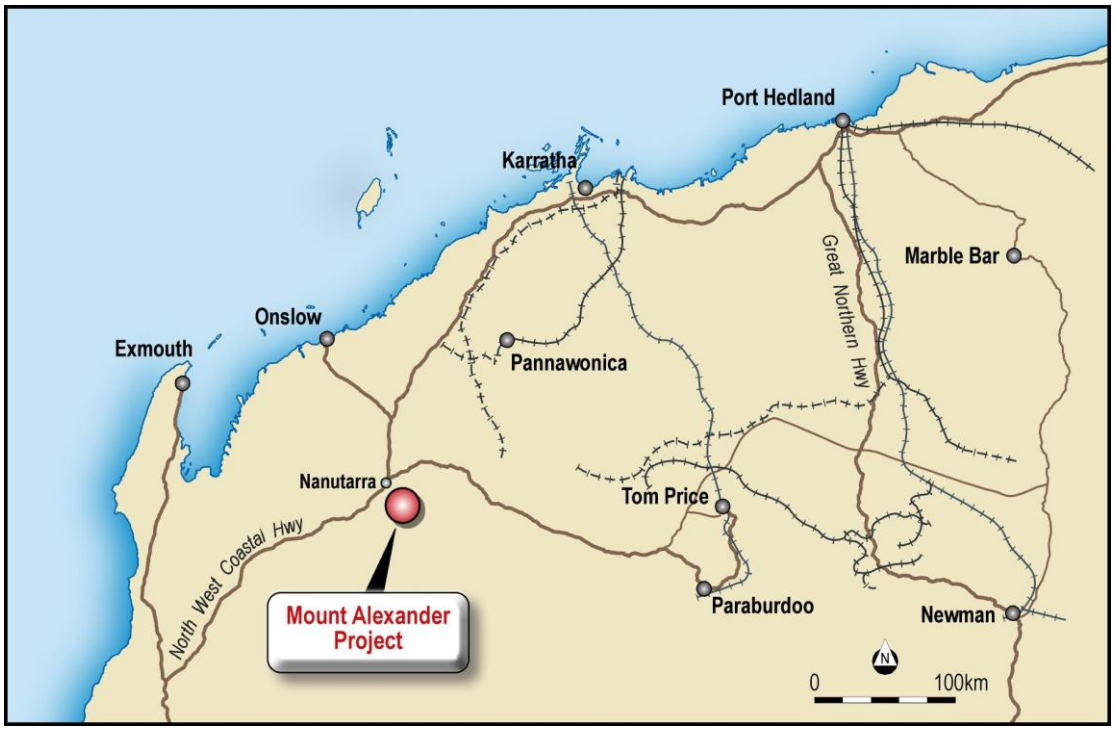
ASX Announcement **25 January 2012**

Quarterly Report for the period ended 31 December 2011

MT ALEXANDER PROJECT

Ridge Resources Ltd ("Ridge" or "the Company") has entered into an agreement to earn a 60% interest in the Mount Alexander Project ("Project") from Northern Manganese Limited through the expenditure of $1 million on the Project, and a further 10% interest through additional expenditure of $800,000.

The Project is located approximately 20 kilometres southeast of Nanutarra and 120 kilometres to the south of Onslow, in the northwest of Western Australia and is secured by Exploration Licence EL08/1987, granted on 23 February 2010 over 90 square kilometres (refer to Figure 1 below).



ABN 56 147 325 620
52 Ord Street, West Perth WA 6005 PO Box Z5340, Perth WA 6831
Ph (+61 8) 9481 8760 Fax: (+61 8) 9481 5142
www.ridgeresources.com.au

Figure 1 – Mount Alexander Project location map

Southern parts of the Project area cover the very rugged Mount Alexander which is 405 metres above sea level and an estimated 250 to 300 metres above the surrounding plain. The district is included in the catchment of the Ashburton River; tributary creeks have eroded the metamorphic rocks of a major anticlinal structure leaving the more resistant rocks as remnant ridges on the plain.

The Project is located within the northern part of the Yanrey Uranium Province. The metasediments of the Gascoyne Complex have been extensively intruded by sodic granitoids, an event which took place at the close of the Lower Proterozoic. The granitoids have probably provided the mineralising fluids for the mineralisation in the area representing potential sources of uranium, tin, tantalum, zinc and lead.

As previously announced, based on advice from the Company's Independent geological consultant, Dr Joe Drake Brockman, Ridge engaged Aerosytems Pty Ltd to undertake an airborne survey comprising radiometric and magnetic surveys to:

- Fully define three known surface anomalies;
- Evaluate the Kilba Garnite for any subtle retrogressed zone that may be uranium bearing;
- Evaluate the Mt Alexander trend for any repetitions of the known mineralisation including any subtle features that may represent buries ore shoots; and
- Test quartzite outcrops for any repetitions of the Granite Bore style mineralisation.

The airborne survey was flown during the quarter between 12 and 14 December 2011.

AIRBORNE SURVEY RESULTS

A Robinson R44 Helicopter was used as the survey platform. Line orientation was 90/270, line spacing 150 m, flying height 40 m, radiometric station spacing 40 m, tie line spacing 1,500 m plus 8 ridge top tie lines along quartzite ridges. A nominal 750 line-km was planned.

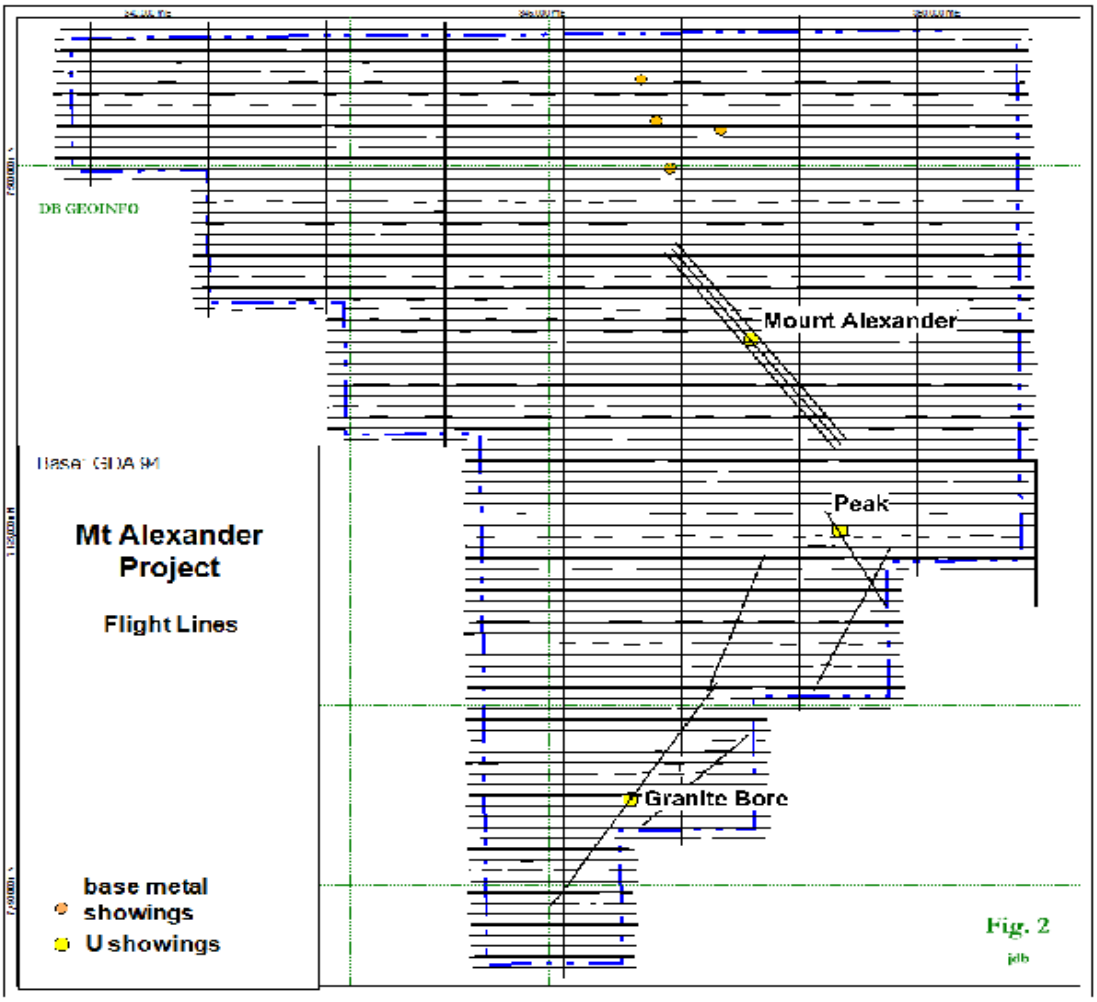


Figure 2 – Airborne Survey location and Geology map

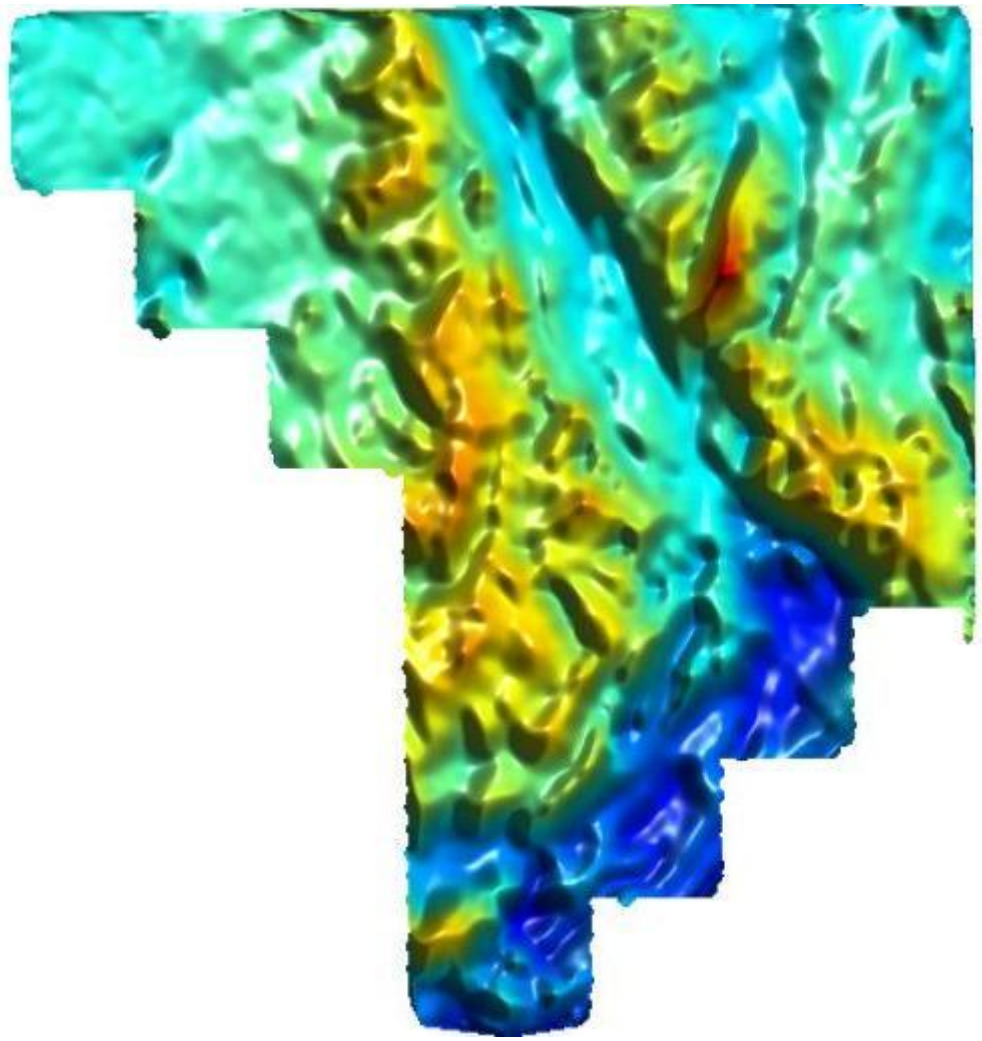


Figure 3 – Mt Alexander TC Image

The uranium data was then examined line by line and any asymmetric peaks marked. A 1 to 4 ranking given, an approximate value above background estimated and the uranium trace compared with those from TC, K and Th. Figure 4 shows the anomaly picks plotted over the simplified geology but with detailed structure.

The survey detected 7 uranium anomalies worthy of immediate follow-up. Two subtle anomalies are located within the Mudong Metamorphics, in the quartzite sequence which provide some immediate focus to the exploration effort and match the target model. Two magnetic features of possible significance were detected, however the known uranium showings were not extended.

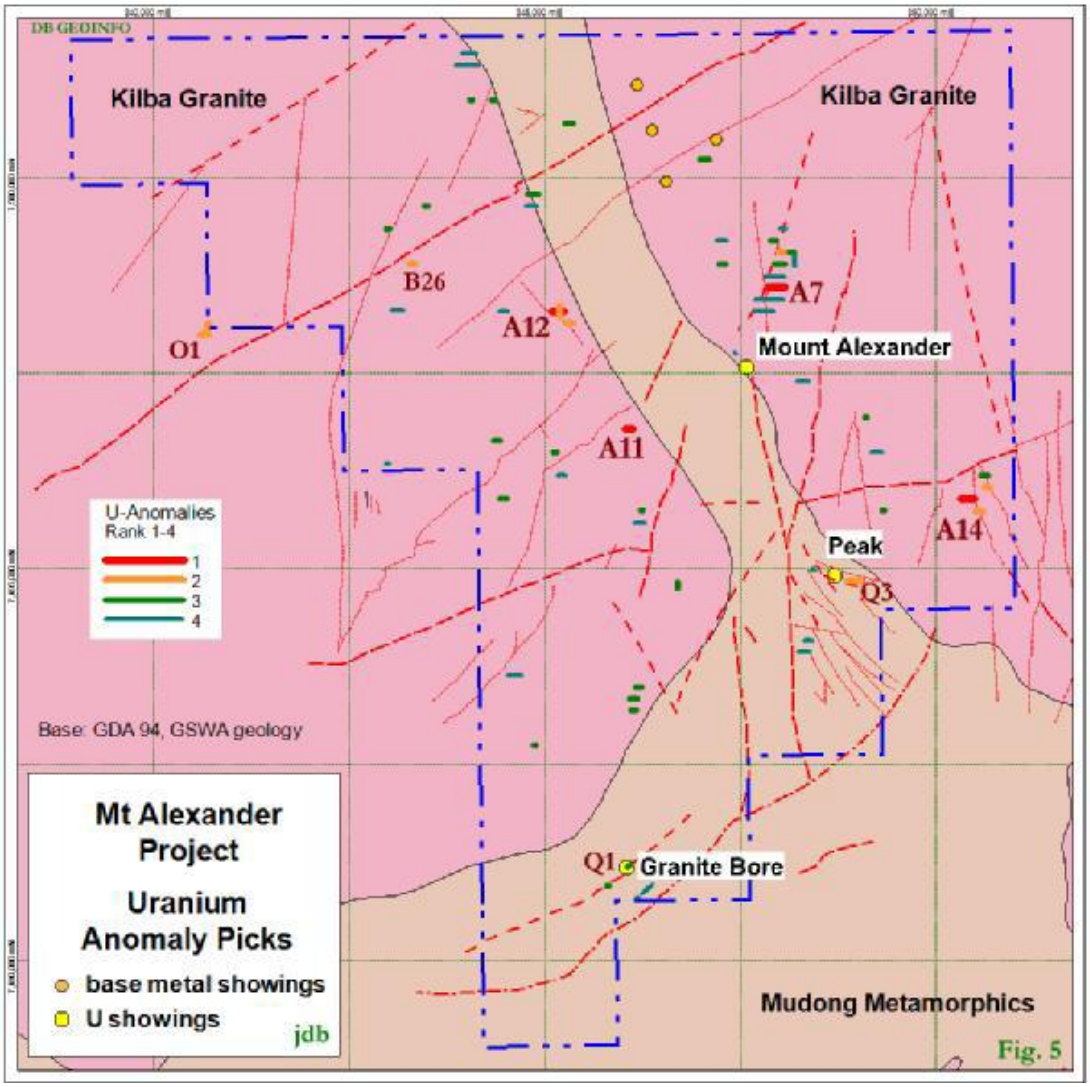


Figure 4 – Anomaly picks on simplified Geology map

Anomalies prefixed 'A' in Figure 4 are related to the main Rank 1 clusters, those with 'B' are the lesser picks, while anomalies prefixed 'Q' are low amplitude anomalies selected from areas of quartzite outcrop which has a very low uranium background. Four peaks classed as Rank 1 occur in four clusters (A7, 11, 12, 14). All four clusters are associated with high background granite outcrops adjacent to structure. Nine Rank 2 anomalies were noted, 5 of which occur within the four Rank 1 clusters.

The four Rank 1 anomalies and the two of the three Rank 2 anomalies all represent significant areas of uranium response within the Kilba Granite. In particular A7 and A11 represent strong sharp uranium peaks normally associated with mineralization and structural features. Site visits will be required to fully assess the significance of the anomalies.

The Company will consider the results of the survey and determine a program of follow-up work in the March 2012 quarter.

OTHER PROJECTS

The Company is seeking to pursue complementary opportunities that the Directors consider have the potential to add value. The Company will focus on potential acquisitions that are drill-ready exploration projects through to advanced projects with existing resources and upside potential. Preference is for the major metals or bulks however other commodities will be considered. There will be no geographical constraint, however projects located in areas of unacceptable political risk will not be considered. All deal structures will be contemplated, from joint venture farmin through to direct project equity or corporate acquisition.

CORPORATE

There was no issue of securities during the December 2011 quarter.

The Company's cash balance at 31 December 2011 was $2.07 million.

Shareholder Information

As at 31 December 2011 the Company had 380 shareholders and 16,713,500 ordinary fully paid shares on issue with the top 20 shareholders holding 44.80% of the total issued capital.

For further information contact:
Alec Pismiris
Director/Company Secretary
Ridge Resources Ltd
Tel: (+61 8) 6263 0888

Competent Persons Statement

Information in this report that relates to Exploration Results and comments on the resource estimates is based on information compiled by Mr Dave Kelly, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Kelly 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 Kelly consents to the inclusion in this report of the statements based on his information in the form and context in which it appears.