

FOR IMMEDIATE RELEASE

Taranis Resources Inc.
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Taranis Announces Closing of Private Placement

Lakewood, Colorado, August 29, 2006 – Taranis Resources Inc. ("Taranis") [TSX.V: TRO], a Colorado-based resource company with a number of gold and silver projects in Nevada and Finland, is pleased to announce that it has closed the \$450,000 private placement originally announced August 14, 2006. This private placement consisted of the sale of 1,000,000 units at a price of \$0.45 per unit, each unit consisting of one common share and one-half (1/2) of a non-transferable share purchase warrant, with each whole warrant entitling the holder to purchase one additional common share at a price of \$0.55 until August 29, 2007.

All of the securities issued in connection with the closing of this private placement will be subject to a hold period in Canada until December 30, 2006.

About Taranis Resources Inc.

Taranis is a precious metal resource company with three active exploration projects owned 100% located in Nevada, and the advanced-stage Kettukuusikko Property located in Finland which is currently being explored by Taranis Resources Inc. and Royal Gold, Inc. of Denver. Taranis currently has 12,025,168 shares issued and outstanding (13,995,918 shares on a fully-diluted basis).

TARANIS RESOURCES INC.

Per: John J. Gardiner (P. Geol.),
President and CEO

The TSX has not reviewed and does not accept responsibility for the adequacy or accuracy of this release.

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