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## NEWS RELEASE

**Patent Enforcement And Royalties Ltd.**  
6 Adelaide Street East, Suite 500  
Toronto, ON  
M5C 1H6

November 22, 2004

TO: TON SCHROEDER  
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PLS ON THE RELEASE  
LIST.  
JOHN KALMET.

604-775-0313 GS → Glacier  
Galch

Stock Symbol: TSX-V: PAL  
Shares outstanding: 19,259,000  
(26,059,000 fully diluted)  
[www.pearlltd.com](http://www.pearlltd.com)

### PEARL to Acquire Advanced Molybdenum Project

Patent Enforcement and Royalties Ltd. ("PEARL") is pleased to announce that it has signed an agreement in principle dated November 16, 2004 with Fundamental Resources Corporation, a private British Columbia corporation owned by a number of individuals, the Chairman of which is Grant Anderson, and Donald Alexander Davidson (the "Owners"), to acquire a 100% working interest in the Yorke-Hardy molybdenum project located near Smithers, British Columbia. The transaction is an arm's length transaction.

Considerable exploration has been undertaken on this property during the past several decades, including a reported 194,500 feet of diamond drilling and 8,500 feet of underground exploration development. That work lead to an estimate by Giroux Consultants Ltd. in 1998 of a deposit that at a 0.17% MoS<sub>2</sub> cutoff contains 112.6 million tons of measured and indicated resources grading 0.254% molybdenite (MoS<sub>2</sub>), or approximately 572 million pounds of MoS<sub>2</sub>. At the 0.17% MoS<sub>2</sub> cutoff there is an additional inferred resource of 19.53 million tons grading 0.251% MoS<sub>2</sub> or approximately 97 million pounds of MoS<sub>2</sub>. The deposit includes a high grade core that has been estimated to contain 22.7 million tons classed measured plus indicated grading 0.405% MoS<sub>2</sub> at a 0.30% MoS<sub>2</sub> cutoff. This estimate is classified as a historical resource, the report for which does not fully comply with NI 43-101 regulations, and as such should not be relied upon. Giroux Consultants has been retained by PEARL to prepare a new resource estimate on the property which will comply with NI 43-101 regulations.

The historical estimates used categories in compliance with NI 43-101, the historical estimates are relevant to the property interest being acquired by PEARL and are reliable. PEARL has not done the work necessary to verify the classification of the resource or reserve. For the purposes of the disclosure in this Press Release, Gary Giroux P. Eng. is the Qualified Person in accordance with NI 43-101.

MoS<sub>2</sub> contains approximately 60% molybdenum, and currently trades at approximately US\$21 per pound of contained molybdenum on world markets. Its main use is as an alloy in high-strength tempered steels. Subject to closing this transaction and arranging suitable financing, PEARL plans to immediately initiate the work necessary to prepare a feasibility study on this project.

Under the terms of the agreement, PEARL can purchase a 100% working interest in the property by paying the owners C\$75,000 upon signing the agreement in principle, which has been paid, followed by a payment of C\$950,000 within 150 days. PEARL can extend this deadline by up to three months by paying the owners a penalty of \$25,000 per month. Subsequent to this, PEARL will be required to make advance royalty payments to the property owners ranging between C\$100,000 and C\$500,000 per year, based on the world price for molybdenum. The property will also be subject to a 2.75% net smelter royalty.

Part of the transaction will involve an equity financing by PEARL to raise funds for the property payment. Details of the financing will follow in due course.

PEARL has been in the business of investing in patents and other intellectual property by financially assisting patent owners to enforce the rights given to them under patent laws. Management of PEARL will be seeking shareholder approval to change its business to the resource sector. Management of PEARL believes that, based upon the current market price for molybdenum, the acquisition of the Yorke-Hardy Property is an exciting business opportunity for the shareholders of PEARL.

*Completion of the transaction is subject to a number of conditions, including but not limited to, Exchange acceptance and disinterested Shareholder approval. The transaction cannot close until the required Shareholder approval is obtained. There can be no assurance that the transaction will be completed as proposed or at all. Investors are cautioned that, except as disclosed in the Management Information Circular to be prepared in connection with the transaction, any information released or received with respect to the Change Of Business may not be accurate or complete and should not be relied upon. Trading in the securities of PEARL should be considered highly speculative.*

*The TSX Venture Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.*

To find out more about Patent Enforcement and Royalties Ltd. (TSX-V: PAL), visit our website at [www.pearlltd.com](http://www.pearlltd.com).