



Australian Securities Exchange Announcement

14 May 2009

Company Announcements Office
Australian Securities Exchange Limited
PO Box H224
Australia Square NSW 1215

DRILLING UNDERWAY ON CLEVE URANIUM PROGRAM

The company is pleased to advise that a RAB/aircore bedrock drilling program targeting uranium has commenced on the Cleve project, located on the Eyre Peninsula of South Australia.

The Cleve tenement is conceptually prospective for a style of uranium mineralisation referred to as "unconformity-related". Examples of unconformity-related uranium deposits include the Ranger mine in the Alligator Rivers region of the Northern Territory, and deposits in the Athabasca Basin in Saskatchewan, Canada, including the high grade Cigar Lake and McArthur River ore bodies.

The Cleve drilling program will target the intersections of interpreted fault structures and potential host sequences close to a regional unconformity. Up to 2500 metres of drilling will be completed, with drill samples assayed for uranium and a range of other elements including gold and copper.

The exploration program is being partly funded through the South Australian Government's highly successful PACE program, with results likely to be available for reporting at the end of the June Quarter.

Yours faithfully

Chris Drown
Managing Director



The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Christopher Drown, who is a Member of the Australasian Institute of Mining and Metallurgy, and qualifies 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 Drown, who is Managing Director of the company, has consented to the report being issued in the form and context in which it appears.

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