

URANEX

FOR RELEASE
8 September 2014

GRAPHITE OFFTAKE MOU SIGNED WITH SINOSTEEL & DALIAN INTERCONTINENTAL NEW MATERIALS

- **MOU for graphite off-take signed for 100,000 tonnes per annum from Uranex's Nachu project to supply Sinosteel Liaoning Co Ltd and Dalian InterContinental New Materials Corp**
- **Agreement is for an initial 10 years with an option to extend**
- **Graphite will be used mainly in the battery, refractory and high tech industries**
- **Follows 100,000 tpa MOU for off-take agreement with SINOMA in July**

Uranex Limited (ASX:UNX) is very pleased to announce that it has signed another Memorandum of Understanding (MOU) for an off-take agreement with a Joint Venture between China-based Sinosteel Liaoning Co Ltd and Dalian InterContinental New Materials Corp.

This follows the Uranex announcement on 15 July of its first Nachu project graphite MOU for offtake agreement with China National Materials Industry Import and Export Corporation (SINOMA). This was for 100,000 tonnes per annum over an initial 5 years with a 5 year option.

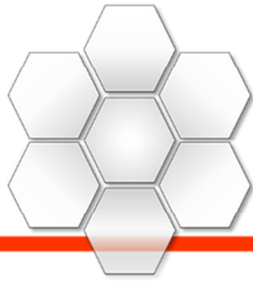
Under the MOU, Sinosteel Liaoning and Dalian InterContinental New Materials have expressed interest in purchasing 100,000 tonnes of graphite per annum for 10 years with an option to extend. The grading of the product is intended to be in the range of 92-95%TGC (Total Graphitic Carbon).

Sinosteel Liaoning is a subsidiary of major Central Enterprise Sinosteel Corporation, which has over 40,000 employees and is responsible for sourcing and processing raw materials, science and technology, equipment manufacturing, trade, logistics, engineering and research.

CEO Dr Frank Houllis commented: "The MOU for 100,000 tonnes per annum for a minimum of 10 years with Sinosteel Liaoning and Dalian InterContinental highlights Uranex as a significant emerging player in the world's graphite market. Sinosteel Corporation is known worldwide as a leader in the resources industry with revenues of \$US20 billion in 2013. It demonstrates the high value of the company's Nachu Graphite Project as there are now MOUs with two major players in the graphite industry totaling 200,000 tonnes per annum, which is Uranex's target annual production rate. We are unaware of any other graphite producer or explorer worldwide that has secured such large off-take MOUs for graphite destined for high-end products. The large flake graphite Uranex expects to mine should command superior prices."

"Today's announcement, our current drilling program and the commencement of our pre-feasibility study shows the great progress being made. With each milestone achieved it strengthens Nachu's credentials as a world class project."

"The Board of Uranex thanks Sinosteel Liaoning and Dalian InterContinental on this initial agreement and we look forward to a long successful working relationship."



URANEX

Mr Qian Li, Vice General Manager, Sinosteel Liaoning, commented: "I'm very pleased to enter the MOU with Uranex with the aim of buying graphite produced from Uranex's Nachu project. Graphite is an increasingly important product in Sinosteel's extensive portfolio of products and we look forward to a very long and fruitful cooperation with Uranex."

Mr Xiaochun Wang, President, Dalian InterContinental New Materials Corp commented: "The partnership together with Sinosteel and Uranex will bring together companies with great resources and skills that will enable the production of high grade graphite for new expanding applications."



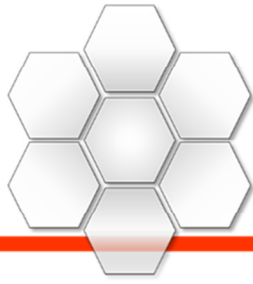
Figure 1 - From front left to right Mr Stephen Hunt (Non-Executive Director Uranex), Mr Frank Poullas (Chairman of Uranex), Mr Qian Li (Vice General Manager Sinosteel Liaoning), Mr Xiaochun Wang (President of Dalian InterContinental). Back left to right Mr Frank Houllis (CEO of Uranex) and Mr David Jiang (Managing Director of Dalian InterContinental)

USE OF GRAPHITE

The graphite is predominately to be used by Sinosteel Liaoning and Dalian InterContinental in the production of batteries, refractories and high technology materials. There is a focus for large flake graphite for all products and hence the attraction to Nachu.

GOING FORWARD

Uranex is currently processing the diamond core from the current drill program and providing Sinosteel Liaoning, Dalian InterContinental and SINOMA with product samples. All parties will work closely towards creating a suitable product to suit their needs as a precursor to negotiating and entering into binding supply contracts.



URANEX



Figure 2 – Sinosteel Research Center

ABOUT SINOSTEEL LIAONING CO LTD

Sinosteel Liaoning is a 100% owned subsidiary of Sinosteel Corporation. Its main lines of business are producing iron ore, coal, refractory and steel products.

Sinosteel Corporation is a central enterprise under the administration of the State-Owned Assets Supervision and Administration Commission. In 2013 it had revenues of \$20 Billion (US) and currently employs over 40,000 employees. There are 53 subsidiaries and 15 overseas companies including mining operations in many continents including Australia and Africa.

Sinosteel is mainly engaged in developing and processing of metallurgical mineral resources, trading and logistics of metallurgical raw materials and products, and related engineering technical service and equipment manufacture. It is a large multi-national enterprise with clear-defined core businesses that integrate resources development, trade & logistics, engineering project and science & technology, equipment manufacturing and specialised service, providing comprehensive auxiliary service for steel industry, especially steel mills.

ABOUT DALIAN INTERCONTINENTAL NEW MATERIALS CORP

Dalian InterContinental New Materials is in the final stages of constructing multiple mineral process facilities in China. It expects to be in production by November 2014 with the focus being on processing graphite, rare earth elements and mineral sands. Currently it has contracts to process graphite for local battery manufacturers.

Dr Frank Houllis
Chief Executive Officer
Uranex Limited
+61 (0)2 8068 6428