

ASX RELEASE

07 May 2015

UraniumSA Limited ("UraniumSA")

ASX Code: USA

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BOARD OF DIRECTORS

Alice McCleary Chairman
Martin Janes Director
Russel Bluck Director &
Geoscience Manager
David Paterson Director &
Acting CEO

PROJECTS

South Australia

Samphire ELs 4979, 5426
Murninnie EL 5440
Wild Horse Plains EL 4693
Muckanippie EL 4694

ISSUED CAPITAL

30 April 2015
Shares on Issue: 181,921,038
Quoted shares: 181,921,038
Unlisted Options: 15,450,000

INVESTOR INQUIRIES

executive@uraniumsa.com.au

**Inquiries regarding this report
and company business may be
directed to:**

David Paterson – Acting CEO
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VISIT OUR WEBSITE

www.uraniumsa.com.au

ASX WAIVER Listing Rule 10.1 \$300,000 Funding Facility

UraniumSA has been granted a waiver in respect of Listing Rule 10.1 by the ASX concerning the \$300,000 secured convertible debt facility that was announced on 30 April 2015 ("Facility"). This waiver is to enable UraniumSA and its wholly owned subsidiary, Samphire Uranium Pty Ltd, to grant security without the need to seek UraniumSA shareholder approval.

The details of the waiver and its conditions are provided in Annexure A of this release.

No funds have been drawn on the Facility to date. The Company expects to be in a position to repay the outstanding debt under the Facility if the debt is not converted to equity by the lender during the term of the Facility.

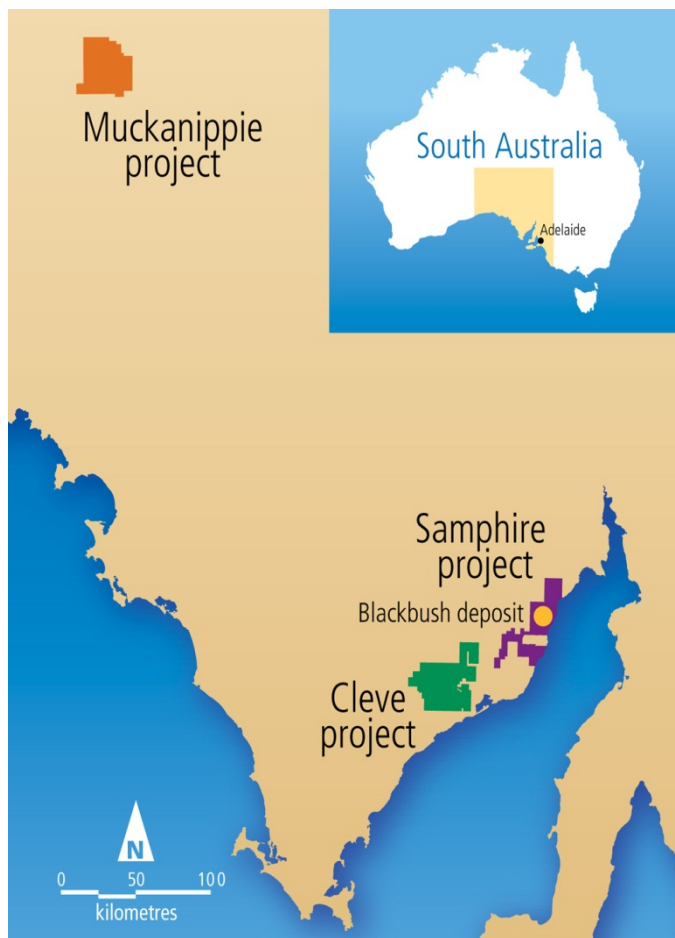
Under the terms of the Facility, the security will be released on cancellation and/or repayment of all debt drawn under the Facility.

For further information on the Facility please refer to ASX release dated 30 April 2015.

ANNEXURE A - ASX Decision dated 7th May 2015

1. *Based solely on the information provided, ASX grants UraniumSA Limited (the "Company") a waiver from listing rule 10.1, to the extent necessary to permit the Company and its subsidiary, Samphire Uranium Pty Ltd ("SUPL") to grant security over its assets (the "Security") in favour of Mr Lindsay Murray Carthew ("LMC") pursuant to a convertible debt facility (the "Facility") under which LMC may provide the Company up to AUS\$300,000 pursuant to the Facility, without obtaining shareholder approval on the following conditions.*
 - 1.1. *The Security includes a term that if an event of default occurs and LMC exercises his rights under the Security, neither LMC nor any of his associates can acquire any legal or beneficial interest in an asset of the Company or the subsidiaries in full or part satisfaction of the Company's obligations under the Security, or otherwise deal with the assets of the Company or the subsidiaries, without the Company first having complied with any applicable listing rules, including listing rule 10.1, other than as required by law or through a receiver, or receiver or manager (or analogous person) appointed by LMC exercising his power of sale under the Security and selling the assets to an unrelated third party on arm's length commercial terms and conditions and distributing the cash proceeds to LMC in accordance with his legal entitlements.*
 - 1.2. *A summary of the material terms of the Security is made in each annual report of the Company during the term of the Security.*
 - 1.3. *Any variations to the terms of the Security which is:*
 - 1.3.1. *not a minor change; or*
 - 1.3.2. *inconsistent with the terms of the waiver, must be subject to shareholder approval.*
 - 1.4. *The Company must seek to discharge the Security when the funds advanced under the Security are repaid, or if it is not discharged, seek shareholder approval for the continuation of the Security for any further loan facility amount.*
 - 1.5. *The Company immediately releases to the market an announcement which sets out the terms of the waiver, and the Company's plans with respect to the repayment of the funds advanced under the Security and the discharge of the Security, including the timeframe within which it expects the repayment and discharge to occur.*

About UraniumSA Limited



UraniumSA is an Adelaide based explorer specialising in uranium mineralisation within a substantial portfolio of properties in South Australia's Gawler Craton.

The Company has discovered sediment hosted uranium mineralisation within Exploration Licence 4979, Samphire, which is located 20km south of the industrial city of Whyalla on the eastern Eyre Peninsula in South Australia. The exploration Licence is owned and operated by Samphire Uranium Pty Ltd, a wholly owned subsidiary of UraniumSA Limited.

The Samphire project contains the:

Blackbush deposit with an estimated inferred resource 64.5 million tonnes of mineralisation at a bulk grade of 230ppm containing 14,850 tonnes U_3O_8 at a 100ppm eU_3O_8 cut-off grade (JORC 2012).

Plumbush deposit with an estimated inferred resource 21.8 million tonnes of mineralisation at a bulk grade of 292ppm containing 6,300 tonnes U_3O_8 at a 100ppm eU_3O_8 cut-off grade (JORC 2004).

The estimated mineralisation is predominantly sediment hosted in Eocene age Kanaka Beds. Exploration has discovered uranium mineralisation in other geological settings and exploration is continuing.

An evaluation of mining methods to optimise the recovery of uranium from the identified resources of mineralisation is in progress. Application has been made for a Retention Lease for an in-situ recovery field trial at the Blackbush deposit. Consideration of open cut options for the sediment-hosted and granite basement hosted uranium mineralisation is underway.

Through its own tenure and by joint venture UraniumSA has exploration control over what it considers the most prospective portions of the Pirie Basin. The Board has continued its diversification of UraniumSA's exploration efforts into commodities and opportunities other than uranium. Work on the Blackbush deposit within the Samphire project will continue at a rate which reflects the current global uranium market, production opportunities and investor sentiment.

David Paterson
Acting Chief Executive Officer
UraniumSA Limited

The exploration results mineral resources reported herein, insofar as they relate to mineralisation, are based on information compiled by Mr Russel Bluck a Director of UraniumSA Limited and Member of the Australian Institute of Geoscientists with sufficient experience relevant to the style of mineralisation and type of deposits being considered, and to the activity which is reported to qualify as a Competent Person as defined by the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code, 2012 Edition). Mr Bluck consents to the inclusion in the report of matters based on his information in the form and context in which it appears. It should be noted that the abovementioned exploration results are preliminary.