



Northern Uranium Limited

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25 February 2010

The Manager
Company Announcements
Australian Stock Exchange Limited
Level 10, 20 Bond Street
SYDNEY NSW 2000

FULLY UNDERWRITTEN RENOUNCEABLE RIGHTS ISSUE

Northern Uranium is pleased to announce a renounceable rights issue ("Rights Issue") to raise approximately \$3.2 million before costs. The Rights Issue offers two new shares with two free attaching options for every five shares held at a price of 11 cents per share. The free attaching options will have an exercise price of 15 cents and term of two years. The Company will apply for the quotation of new shares and new options on the ASX.

The Rights Issue is fully underwritten by Patersons Securities Limited.

The funds raised will principally be used to fund exploration of the Company's 100%-owned Gardiner-Tanami Project, including drilling to follow up last year's discoveries of uranium mineralisation, and for working capital. The Company also plans to follow up the discoveries of high value heavy rare earths mineralisation in the western Browns Range Dome area of the Gardiner-Tanami project.

The Prospectus relating to this Rights Issue is expected to be lodged with ASIC and ASX on Friday, 26 February 2010 and will be available after lodgement on the ASX website www.asx.com.au and also on the Company's website www.northernuranium.com.au.

Yours sincerely,

NORTHERN URANIUM LIMITED

A handwritten signature in black ink, appearing to read "Kevin Schultz", with a long horizontal stroke extending to the right.

Kevin Schultz
Executive Chairman