



Union Resources Limited

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Company Announcements Office
Australian Securities Exchange

Rights issue closes with strong support from shareholders

Union Resources Limited ("the Company") is pleased to advise that its Renounceable Rights Issue announced on 28 February 2011 closed on 28 March 2011 with strong support from shareholders, despite global equity markets experiencing volatile conditions.

Existing shareholders took up 330,889,177 shares or 61.4% of shares on offer pursuant to the terms of the Rights Issue. The remaining shortfall of 207,820,976 shares (or 38.6%) will be taken up by the Underwriter to the Issue, Patersons Securities Limited.

Twynam Agricultural Group, the Company's largest shareholder took up its entitlement and is participating in the shortfall, which will ultimately increase its holding in the Company. Major shareholder Minemakers Limited (ASX – MAK), the Company's 42.5% joint venture partner in the Sandpiper Project also participated in the issue. The Directors of the Company also took up their entitlements where applicable and in addition participated in the shortfall.

The Rights Issue raised approximately \$6.46 million before costs. The net proceeds will be applied as described in the rights issue prospectus.

The holding statements for the new securities will be dispatched shortly.

Mr Ian Ross, the Chairman of Union Resources stated "I am pleased with the response the Company has received to the Renounceable Rights Issue and we now look forward to progressing and completing the Definitive Feasibility Study for the Sandpiper Phosphate Project in Namibia".

For further information please contact the undersigned.

Yours faithfully
UNION RESOURCES LIMITED

Chris Jordinson
Managing Director