

6 January 2011

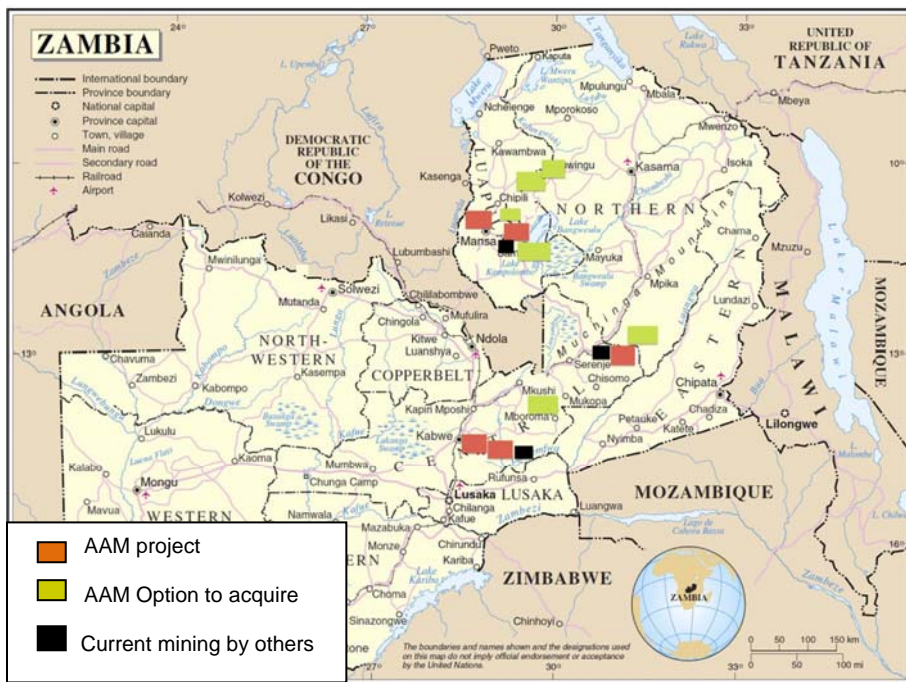
Exploration to Commence on Zambian Near-Production Manganese Projects

Uran Limited (ASX: URA) is pleased to announce the successful completion of its capital raising of \$800,000 via the issue of 36,363,635 million shares at an issue price of \$0.022 per share with one free attaching option exercisable at 8 cents by 13 July 2012.

Uran has entered into a Heads of Agreement with a private South African company, African Asian Mining Development Limited, whereby it has an option to earn a 51% interest in a number of manganese projects in Zambia.

Uran's participation in the Joint Venture is subject to completion of due diligence within 3 months, which will include field mapping, geophysical surveys and drilling as announced on 29 December 2010. Exploration is likely to commence within the next week.

The properties include 5 large-scale prospecting licences ("LPLs") in the Kabwe, Mansa and Serenje areas, and 2 small scale mining licences ("SPPs") in the Mansa area. Mining of manganese has been carried out in 2010 on one of the SPPs and has exposed a number of manganese reefs at or close to surface.



Substantial manganese mining is being carried out adjacent to, and extending right to the boundary of the other SPP by UK-based Genesis Procurement company. Genesis is reported to have stated that it is currently producing about 48,000 tonnes of manganese ore from its 3 mines in Zambia, with ore grading between 45 – 63% MnO₂.

Manganese occurs in a number of areas within Zambia, generally as sub-vertical veins or in low-angle faulting, some of

which can be traced for several kilometres.



Mineralisation is generally quite shallow, ranging from exposed at surface to depths of 50 metres. Grade is often high, with assays by AAM in 2010 being typically in the range 45-55% MnO₂ on the Kabwe projects and 48-60% MnO₂ in Mansa and Serenje areas.

Zambian manganese is generally high-grade with very low deleterious impurities, making it a premium product for stainless steel manufacture. Manganese price has recently increased significantly as part of increased demand for steel components.

Kate Hobbs
Managing Director

Competent Person

The information was reviewed by Ms Kate Hobbs, the Company's Managing Director, a full time employee of the Company. Ms Hobbs has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which she is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Ms Hobbs consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.