



4 April 2014

Acquisition by Forte Energy of European Uranium Resources Ltd assets

Forte Energy NL (“Forte” or “the Company”) (ASX/AIM: FTE) announces it has entered into a binding term sheet for the acquisition (“the Acquisition”), of the Uranium assets of European Uranium Resources Ltd (“European Uranium”), (together “the Parties”). European Uranium is listed on the Ventures Exchange of the Toronto Stock Exchange (as well as on the OTCQX and Frankfurt exchanges) and has interests in a portfolio of uranium assets in Slovakia which complement Forte’s existing projects. ..

The Acquisition will add significant uranium assets to Forte’s development portfolio, with about 39.7 square kilometres of mineral licences in Slovakia, including the Kuriskova Project. The Acquisition will create a diversified, larger scale globally focussed exploration and development company with a well balanced portfolio of uranium assets.

Forte U₃O₈ existing JORC resources (all at a 100ppm cut-off):

Project	Resource Category	M tonnes	ppm U ₃ O ₈	Contained U ₃ O ₈ Mlbs
A238*	Inferred	45.2	235	23.4
Bir En Nar	Indicated	0.5	886	1.0
	Inferred	0.8	575	1.0
Firawa	Inferred	30.3	295	19.5
Total	Indicated	0.5	886	1.0
	Inferred	76.3	262	43.9
	Total	76.8	266	44.9

* A238NW Anomaly included in the A238 Inferred Resources

European Uranium Slovakian U₃O₈ NI 43-101 mineral resource estimates ***

Project	Resource Category	M tonnes	ppm U ₃ O ₈	Contained U ₃ O ₈ Mlbs
Kuriskova **	Indicated	2.3	5,550	28.5
	Inferred	3.1	1,850	12.7
Novoveska	Measured	0.8	1,080	2.0
Huta **	Indicated	0.8	970	1.7
	Inferred	4.7	1,230	12.7
Total	Measured	0.8	1,080	2.0
	Indicated	3.1	4,352	30.2
	Inferred	7.8	1,477	25.4
	Total	11.7	2,141	57.6

** Kuriskova calculated at 500ppmU cut-off, Novoveska Huta at 600ppmU cut-off

*** These mineral resource estimates are reported in this announcement as “foreign estimates under ASX Listing Rule 5.10

- The foreign estimates are not reported in accordance with the JORC Code.
- A competent person has not yet undertaken sufficient work to classify the foreign estimates as mineral resources or ore reserves in accordance with the JORC Code.
- It is uncertain that, following evaluation and/or further exploration work, it will be possible to report these estimates as mineral resources or ore reserves in accordance with the JORC Code.

ASX Listing Rule 5.12 is concerned with the reporting of foreign estimates and specifies the additional information that must be provided in a market announcement that contains a foreign estimate.

This information is contained in the Accompanying Notes at the end of the announcement.

The Acquisition will be effected by a purchase by Forte of European Uranium’s Slovakian uranium assets on the following terms:

1. Forte will issue 854,875,000 fully paid ordinary shares @ AUD\$0.008 per share (approximately 0.44 pence) with an approximate value of CAD\$ 7,000,000 to be distributed on a pro-rata basis to the shareholders of European Uranium;
2. Forte will issue 61,062,500 fully paid shares@ AUD\$0.008 per share (approximately 0.44 pence) with an approximate value of CAD\$ 500,000 to European Uranium;
3. Forte will pay CAD\$ 1,000,000 to European Uranium upon completion; and
4. Forte will grant European Uranium a 1% production royalty over the licences in perpetuity.

The sale price is equivalent to approximately CAD\$ 8,500,000. In addition Forte will subscribe for 1,111,111 shares in the capital of European for a subscription amount of CAD\$ 100,000 (based on a price per European share of CAD\$ 0.09).

Each two European Uranium shares subscribed for by Forte shall be issued with one free attaching warrant having a two year term and a strike price of CAD\$ 0.15.

European Uranium has the right to appoint one non-executive director to the board of directors of Forte following completion of the Acquisition, expanding the Forte board from 4 directors to 5 directors. It is envisaged that any new non-executive director would be appointed on similar terms as Forte’s existing non-executive directors.

Conditions

The Acquisition is subject to a number of conditions, including:

- the shareholders of Forte passing all resolutions as are required under the ASX Listing Rules, the AIM Rules for Companies, the constitution of Forte and the Corporations Act 2001 to give effect to the Acquisition including the issue or payment of the Consideration shares and cash;
- the obtaining by the Parties of any requisite consents or the satisfaction of any approval processes required by any government agency or the legislation of the Slovak Republic;
- Forte receiving confirmation:
 - that Listing Rule 11.1.3 will not apply in respect of the Acquisition; and

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- that the acquisition will not be treated as a reverse takeover under Rule 14 of AIM Rules for Companies;
 - Forte completing a capital raising to raise a minimum amount of CAD\$ 1,000,000;
 - receipt by European Uranium of all applicable stock exchange and regulatory approvals;
 - the approval of a majority of 66 2/3rds of European Uranium's shareholders at a special meeting of European Uranium's shareholders to be held to approve the transactions as a plan of arrangement under the *Business Corporations Act* (British Columbia); and
 - European Uranium determining that the distribution and resale of the shares of Forte to be issued to European Uranium's shareholders in connection with these transactions is exempt from the prospectus requirements of applicable securities laws.

The Parties are in the process of negotiating the terms of the Final Agreements and notices convening the relevant shareholder meetings will be announced in due course by Forte and European Uranium.

The Acquisition has the support of significant shareholders of both Parties and the enlarged Forte's market capitalisation and enhanced asset base would position it well to execute on strategic growth plans, including potential acquisition opportunities. In addition there are expected to be significant synergies in technical expertise gained through the Acquisition.

Commenting on the Acquisition, Mark Reilly, Managing Director of Forte, said:

"The Acquisition of European Uranium's Slovakian uranium assets is a significant expansion of Forte's uranium asset portfolio and is a first entry into the highly prospective Slovakian region. This creates an uranium explorer and developer with not only an enhanced portfolio of project interests but also the technical expertise and financial strength to advance its assets towards production. In addition, the combined business will benefit from deeper technical expertise and a Board with experience in developing and building numerous projects.

Europe is the world's largest per capita consumer of uranium and through this acquisition Forte will be well positioned to take advantage of this in its pursuit to grow and become a premier African and European uranium company."

About Forte Energy NL

Forte is an Australian-based minerals company focussed on the exploration and development of uranium and associated bi-products in Mauritania and Guinea in West Africa. The Company has an extensive pipeline of assets and total JORC resources of 76.8Mt @ 266ppm U₃O₈ for 44.9Mlbs contained U₃O₈ (100ppm cut-off).

Its flagship assets are the A238 prospect (23.4Mlbs U₃O₈) and the Bir En Nar project (2.06Mlbs U₃O₈) in Mauritania, and the Firawa Project in Guinea (19.5Mlb U₃O₈).

The Company is quoted on the Australian Stock Exchange (ASX: FTE) and AIM market of the London Stock Exchange (AIM: FTE). For more information, visit www.forteenergy.com.au

About European Uranium's assets

European Uranium has 2 project areas in Slovakia, namely Kuriskova and Novoveska Huta, of which Kuriskova is the most advanced. The projects are held in two wholly owned subsidiaries of European Uranium that are registered in the Slovak Republic.

The Kuriskova project consists of 32 square kilometres of mineral licenses situated approximately 10 km northwest of the city of Kosice, a regional industrial centre in East-Central Slovakia. Kuriskova currently has an indicated resource of 2.3Mt @ 5,550ppm U_3O_8 for 28.5Mlbs contained U_3O_8 (500ppmU cut-off) and an inferred resource of 3.1Mt @ 1,850ppm U_3O_8 for 12.7Mlbs contained U_3O_8 (500ppmU cut-off). It also has an indicated resource of 2.3Mt @ 650ppm molybdenum for 3.3Mlbs contained molybdenum and an inferred resource of 3.0Mt @ 330ppm molybdenum for 2.2Mlbs contained molybdenum associated with uranium resource blocks above 500ppmU cut-off.

The summary results of a preliminary feasibility study prepared for Kuriskova released in January 2012 are as follows:

- IRR 30.8%
- 1.9 year payback on CAPEX of \$US 225m
- NPV \$US 276m at 8% discount.
- Base case price \$US 68/lb U_3O_8
- First 4 year operating costs \$US 16.68/lb U_3O_8
- Life of Mine operating costs \$US 22.98/lb U_3O_8

The Novoveska Huta uranium deposit is located at the western end of the Carpathian uranium belt, about 50 kilometres northwest of Kuriskova and near the town of Spisska Nova Ves, The deposit consists of a mining license over one square kilometre and a surrounding fifteen square kilometre exploration license. Novoveska Huta currently has a measured and indicated resource of 1.7Mt @ 1,020ppm U_3O_8 for 3.7Mlbs contained U_3O_8 (600ppmU cut-off) and an inferred resource of 4.7Mt @ 1,230ppm U_3O_8 for 12.7Mlbs contained U_3O_8 (600ppmU cut-off). It also has an inferred resource of 6.1Mt @ 210ppm molybdenum for 2.9Mlbs contained molybdenum associated with uranium resource blocks above 600ppmU cut-off.

In addition, in late 2012, European Uranium signed a memorandum of understanding (MOU) with the Ministry of Economy of the Slovak Republic that included the following:

- If the feasibility study and environmental impact assessment are positive, then the Project will be able to advance in conformance with the Slovak Republic's National Energy Strategy.
- The ministry will support reasonable use of domestic energy minerals with the aim to reduce Slovakia's current dependence on imports. Slovakia currently relies on imported Nuclear power for 50% of its domestic power consumption.
- European Uranium and the Ministry will endeavour to find a mechanism for collaboration that will allow uranium production from Kuriskova to be developed for the benefit of Slovakia's energy future. This could be a production off-take agreement, a partnership with a Slovak entity or other mutually agreed arrangements.

Some additional information on Slovakia:

- Population: 5.4 million
- EU member
- Excellent infrastructure and manufacturing centres
- 23% flat corporate tax rate
- 3rd largest user of nuclear energy per capita, producing 50% of its electricity
- 4 reactors currently operating at 2 plants, with future reactors planned.

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Note:

The information in this report that relates to the reporting of Mineral Resources is based on information compiled or reviewed by Mr. Galen White, who is a Fellow of the Australasian Institute of Mining and Metallurgy (FAusIMM). Mr White is the Principal Geologist of CSA Global (UK) Ltd. CSA Global have an on-going role as geological consultants to Forte Energy NL. Mr. White has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr. White consents to the inclusion in this report of the matters based on his information in the form and context in which it appears.

The information in this announcement that relates to the reporting of foreign mineral resource estimates is provided under ASX listing rule 5.12 and is an accurate representation of the available data and studies for the Kuriskova and Novoveska Huta uranium deposits and is based on information reviewed by Mr Dorian (Dusty) Nicol. Mr Nicol is President and CEO of European Uranium Resources Ltd. Mr Nicol is a Fellow of the AusIMM, a Registered Member of the SME, a Certified Professional Geologist, a Registered Geologist in the state of Wyoming, USA and is a Qualified Person under NI 43-101.

Accompanying Notes to Foreign Mineral Resource Estimates

1. ASX Listing Rule 5.12.1 – Provide the source and date of the foreign estimates.

These foreign mineral resource estimates are based on official geological reports completed for European Uranium in 2011 and 2012.

Kuriskova

Preliminary Feasibility Study ("PFS") for the Kuriskova Project, Eastern Slovakia prepared for European Uranium by Dr. Rex Bryan, Ph.D. and Dr. Richard W. Jolk, P.E. of Tetra Tech, Inc. The report titled "NI 43-101 Technical Report, Kuriskova Uranium Project" is dated effective March 13, 2012.

Novoveska Huta

"Technical Report Mineral Resource Novoveska Huta Uranium Project east-Central Slovakia" is dated effective October 17, 2011. The resource estimate was prepared by Ravi Sharma, Tournigan's Manager of Resources and Reserves, and has been reviewed, audited and approved by Tetra Tech, Inc. The technical report was completed by Dr. Rex Bryan, Ph.D. and Dr. Richard Jolk, PE Ph.D. of Tetra Tech MM, Inc.'s

2. ASX Listing Rule 5.12.2 – if the foreign estimates use categories of mineralisation other than those defined in Appendix 5A (JORC Code) provide an explanation of the differences.

The system of classification of mineral resources in Canada, NI 43-101, uses similar categories of mineralisation to those in the JORC Code.

3. ASX Listing Rule 5.12.3 – Provide the relevance and materiality of the foreign estimates to the entity.

The addition of the cumulative mineral resources subject to the foreign estimates outlined in this document will result in an increase in the Company's total uranium resource base of 128% which the Company considers material and requiring disclosure. The average resource grades are also substantially higher than those of the Company's existing resource base. Also the Kuriskova project is further advanced than the Company's existing projects as a PFS has been prepared for it.

4. ASX Listing Rule 5.12.4 – Detail the reliability of the foreign estimates, including by reference to any of the criteria in Table 1 of Appendix 5A (JORC Code) which are relevant to understanding the reliability of the foreign estimates.

The foreign estimates were prepared in accordance with Canadian National Instrument 43-101. The resource estimates are less than 5 years old and the geological practices and criteria used to calculate 43-101 resources are similar to those used to calculate JORC resources. Therefore the quality and accuracy of the foreign resources are expected to be high.

The foreign estimates were prepared by qualified persons who are well known within the uranium industry worldwide. There are no significant differences between the criteria listed in Table 1 of Appendix 5A (JORC Code) and those that were used in the preparation of the foreign estimates.

5. ASX Listing Rule 5.12.5 – To the extent known provide a summary of the work programs on which the foreign estimates are based and a summary of the key assumptions, mining and processing parameters, and methods used to prepare the foreign estimates.

Kuriskova

- The deposit was discovered in the 1980's by the (then) Czechoslovakian State uranium mining authority. During this time, 53 diamond holes were drilled totalling approximately 17,000m.
- EEU (and its predecessor company Tournigan Energy Ltd.) during the years 2005 – 2011 drilled an additional 125 diamond holes in the property totalling about 41,670 m.
- Using data from 13 (out of 53) of the historic drill holes, a 43-101 compliant resource estimate was prepared in 2008, which was then updated with additional drill data in 2011.
- A 43-101 compliant Prefeasibility Study was prepared in 2012. The 2011 resource estimate was used as the basis from which an underground reserve was estimated using mining, metallurgical and capital cost factors. In compliance with 43-101 standards, the Inferred portion of the resource was excluded from the reserve estimate.

Novoveska Huta

- The deposit was discovered in 1952 by the (then) Czechoslovakian State uranium mining authority.
- During the 1950's, various surface exploration programmes were conducted, several adits were excavated and two shafts were sunk with some development drifting. Some 300 tonnes of mineralized material were extracted for metallurgical testing.
- During the 1970's and 1980's, there were several campaigns of surface and underground drilling. In 1989, exploration activity at Novoveska Huta was stopped and the underground workings were allowed to flood.
- EEU's predecessor company Tournigan Energy Ltd. Conducted surface diamond drilling on the deposit from 2006 to 2011. During this time, 17 diamond holes totalling 8897 m were drilled. These comprise 7 twin holes drilled to verify historical drill holes, 2 twin holes designed to verify data from the historic shaft, 2 exploration holes drilled into the western block and 6 stepout holes (of which 5 were completed) that were drilled to explore and extend the deposit to the east.
- A 43-101 compliant resource estimate was prepared in 2011.

6. ASX Listing Rule 5.12.6 – Are there any more recent estimates or data relevant to the reported mineralisation available to the entity.

The Company is not aware of any more recent estimates or data relevant to the reported mineralisation for either of the Slovakian uranium projects.

7. ASX Listing Rule 5.12.7 – Detail the evaluation and/or exploration work that needs to be completed to verify the foreign estimates as mineral resources or ore reserves in accordance with Appendix 5A (JORC Code).

The Company intends to undertake a comprehensive review of existing data and reports in relation to the foreign estimates of mineral resources and the PFS prepared for Kuriskova. Based on the results of the review, the Company will determine whether any further ground exploration activities, metallurgical testing or mining studies are required to verify the existing mineral resources. The Company will then carry out the identified further activities and, if required, recalculate the mineral resources in accordance with JORC Code.

8. ASX Listing Rule 5.12.8 – Explain the proposed timing of any evaluation and/or exploration work the entity intends to undertake and how the entity intends to undertake that work.

The data review will commence following completion of the acquisition of the Slovakian uranium assets from European Uranium. It is anticipated that the mineral resources will be JORC Compliant by June 2015.