



26th September 2008

The Manager
Announcements
Company Announcements Office
Australian Stock Exchange Limited
PO Box H224
Australia Square
Sydney NSW 2000

Dear Sir / Madam

Financial Report 2008

We attach the Financial Report for the year ended 30 June 2008.

Yours faithfully

A handwritten signature in blue ink, appearing to read "Ranko Matic", is written over a light blue horizontal line.

Ranko Matic
Company Secretary

enc. 1

For personal use only



FINANCIAL REPORT

30 JUNE 2008

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WHITE CANYON URANIUM LIMITED

DIRECTORS' REPORT

Your Directors submit the financial report of White Canyon Uranium Limited for the year ended 30 June 2008.

Directors

The names and qualifications of persons who have held the position of Director of White Canyon Uranium Limited at any time during the financial year and up to the date of this report are:

Lewis Cross, BBus (Ac) CPA FAICD, Non-Executive Chairman

Lewis Cross was appointed director on 5 September 2007. Lewis is a Certified Practising Accountant and principal of the firm CrossCorp Accounting, which has been established for over 29 years. He has a Bachelor of Business majoring in Accounting from Curtin University and is a Fellow of the Institute of Company Directors. Mr Cross has been involved in the mining industry for many years as well as various other industries in the course of his work in providing accounting and business consulting services. He has had extensive experience as a company director and is currently Non-Executive Chairman of associate company Golden State Resources Limited and of Polaris Metals NL and is a director of Aspermont Limited.

John Hasleby, BAppSc MAusIMM, Managing Director

John Hasleby was appointed a director on 26 July 2005. John has over 28 years experience in the exploration and mining industries. He has an operational and managerial background in exploration, development and mining with Australian and international companies, in the successful search for oil & gas, gold, uranium, platinoids, base metals and rare earths in Australia and overseas. He has a Bachelor of Applied Science degree from Curtin University and is a member of the Australasian Institute of Mining and Metallurgy. John is also a director of associate company Golden State Resources Limited.

Melvin Swanson, MSc, Non-Executive Director

Melvin Swanson was appointed a director on 17 March 2008. Melvin is a professional engineer with over 35 years' experience as a mining engineer in the USA and Canada, with a lengthy involvement with some of the major underground uranium mining operations in Utah and Colorado, plus copper and gold mining operations across North America. He has occupied positions of mining engineer, mine manager and operations manager for operating companies as well as mining contractors. Mel has a mining engineering degree from the University of Washington.

Richard Sciano, Executive Director

Richard Sciano was appointed a director on 26 July 2005. Richard is a businessman with 20 years experience in the property investment and building development sectors of Western Australia. He had extensive project management and commercial activities experience, both in the public and business sectors. Richard Sciano is an executive director of associate company Golden State Resources Ltd and was also a non-executive director of Adelaide-based ASX listed company, MGM Wireless Ltd up until November 2007.

Kelly Shumway, Executive Director

Kelly Shumway was appointed a director on 17 March 2008. Kelly has 15 years experience in the management of mining and civil engineering contracting businesses in southern Utah and Colorado. The range of clients includes mining and oil & gas companies, the State of Colorado and Utah, the federal Bureau of Land Management and the Forest Service, local government and private business. Kelly is currently President of KSue Corporation, a substantial earthmoving and civil engineering contractor in south-east Utah; and general manager of underground miner Reliance Resources LLC. Reliance operates, under contract to owner Denison Mines, the Pandora underground uranium mine at La Sal, Utah.

Company Secretary

Mr Ranko Matic was appointed to the position of Company Secretary on 2 March 2007. Ranko is a Chartered Accountant with over 19 years experience in the areas of financial and executive management, accounting, audit, business and corporate advisory. Mr Matic has considerable experience in a range of industries with particular exposure to public listed companies and large private enterprises. Mr Matic has been involved in an advisory capacity to over 35 initial public offerings on the ASX in the last 6 years and currently holds a company secretarial role with Golden State Resources Ltd, Accent Resources NL and is also a non executive director and company secretary for East Energy Resources Ltd.

WHITE CANYON URANIUM LIMITED

DIRECTORS' REPORT

Operations Manager

Michael Shumway is the company's operations manager. Michael has 35 years experience in open pit and underground mining of uranium in Utah and Colorado. He has mined, in his own right and under contract, a number of mines in those states in the period 1972 to 1985, including the Zannat (East Canyon), Pine Ridge (La Sal), Corral Canyon, Blue Hill and Sunrise (Uruvan) mines. He is a principal of mining contractor Reliance Resources LLC, which currently operates under contract the Pandora Mine at La Sal, one of Utah's two operating uranium mines. Mr Shumway is also a principal of KSue Corporation of Moab, a major civil construction and earthmoving contractor in southeastern Utah.

Interests in the shares and options of the Company and related bodies corporate

As at the date of this report, the interests of the directors in the shares and options of White Canyon Uranium Limited were:

	Ordinary Shares	Options over Ordinary Shares
Richard Sciano	-	-
John Hasleby	220,000	3,110,000
Lewis Cross	50,000	25,000
Kelly Shumway	45,670,000	3,600,000
Melvin Swanson	-	-

Principal Activities

The principal activity of the company during the year has been exploration for uranium.

Operating Results

The consolidated operating loss amounted to \$202,755 (2007: \$18,217).

Dividends Paid or Recommended

There have been no dividends declared or recommended and no distributions made to shareholders or other persons during the period.

Review of Operations

White Canyon Uranium Limited holds 100% of the advanced Thompson, Daneros and Geitus Projects in south-east Utah, comprising over 7,000 acres of mining claims and mineral leases. The projects contain historically defined high grade uranium deposits.

In February 2008, White Canyon Uranium Limited successfully completed an IPO capital raising of \$17.6 million, to be used to complete acquisition of minority interests in the Daneros Project, and fund exploration and development of Daneros and other already defined uranium deposits in Utah, USA. The Company was admitted to the ASX on 28 February.

Mining scoping study for Daneros

As foreshadowed in the IPO prospectus, following listing the Company moved towards bringing the **Daneros Project** into production. A mine scoping study was initiated with work including rotary and diamond drilling, block modelling, mine design and optimisation, and baseline studies of the environmental, archaeological, hydrological and radiation aspects of the project, culminated in the lodgement of a mine permit application with the federal Bureau of Land Management and the State of Utah. A conventional underground mining operation accessed from the surface by decline is proposed.

Metallurgical samples were submitted to the White Mesa Mill at Blanding to confirm the amenability of ore for treatment. Results indicated no problems in the treatment of Daneros ore.

WHITE CANYON URANIUM LIMITED

DIRECTORS' REPORT

Drilling

Drilling programmes, including 28 diamond drill holes, completed during the year tested the deposit originally defined in 1980s drilling, and investigated extensions to the deposit with the aim of increasing the area of defined mineralization.

The high grade core of the deposit, defined by the 0.25% U₃O₈ contour, was extended to over 250 metres in length by the drilling, and is now shown to be open to the north and south. An intersection in hole DAN052 (2.6m of 1.1% U₃O₈) illustrates this new potential to extend the ore body and its high grade core beyond the boundary of the previously defined deposit. High grade NITON XRF analyses of core during geological logging were confirmed, with grades of up to 3.4% U₃O₈, and 17% copper (DAN010 128.3m – 128.6m)

DANEROS PROJECT

The Daneros uranium deposit is a “brownfields” virgin exploration discovery in close proximity to major past-producing uranium mines of the Red Canyon mining area, including Lark, Bullseye, Spook and Radium King. The area is well endowed with production infrastructure and 100 km by road from the White Mesa Uranium Mill (Denison Mines).

GEITUS AND THOMPSON PROJECTS

The Company's other deposits in the White Canyon and Thompson districts will be progressed during the coming year. White Canyon is aggressively sourcing new projects and deposits in SE Utah and elsewhere in the Four Corners region of the USA.

Uranium in the White Canyon District occurs in paleochannels in the Triassic Chinle formation. Production from mines in the district since 1949 exceeded 11 million pounds of U₃O₈ at an average ore grade of 0.24% U₃O₈.

Uranium mineralization in the Thompson deposits occurs in the Jurassic Morrison Formation, in four sandstone lenses and in conglomeratic sandstone, as the mineral carnotite (a vanadium-uranium mineral).

Significant drilling results from Daneros during the year include:

Hole	North (m)	East (m)	From (m)	To (m)	Thick (m)	U ₃ O ₈ %	U ₃ O ₈ lb/t
DAN001	4161124	571403 including	124.0	126.6	2.6	0.84	19
			125.5	126.1	0.6	1.90	42
DAN002	4,161,105	571,417	125.3	126.2	0.9	0.12	2.7
DAN003	4,161,098	571,434	125.5	127.8	2.3	0.71	16
DAN004	4,161,083	571,448	121.6	122.3	0.7	0.22	5.0
			124.4	127.6	3.2	0.30	6.7
DAN005	4,161,115	571,429	122.7	123.6	0.9	0.10	2.2
			126.2	126.8	0.6	0.10	2.2
DAN006	4,161,168	571,418	121.3	122.4	1.1	0.25	5.6
DAN009	4,161,147	571,410	122.2	124.5	2.3	0.58	11.5
DAN010	4,161,080	571,408 Including	128.3	129.2	0.9	2.01	40.2
			128.9	129.2	0.3	3.43	68.7
DAN011	4,161,030	571,442	132.0	132.9	0.9	0.83	16.7
DAN013	4,161,000	571,391	96.6	97.2	0.6	0.49	9.8
DAN014	4,161,170	571,400	111.1	112.6	1.5	0.77	15.4
DAN015	4,161,055	571,404	130.5	131.1	0.6	0.09	1.8
DAN016	4,161,086	571,436	125.6	127.7	2.1	0.30	6.1
DAN017	4,161,134	571,406	123.7	125.8	2.1	0.60	12.0
DAN018	4,161,113	571,445	126.1	127.6	1.5	0.11	2.2
DAN019	4,161,120	571,405	123.0	123.3	0.3	0.06	1.2
DAN020	4,161,107	571,408	126.5	127.4	0.9	0.36	7.2
DAN024	4,161,334	571,610	110.9	111.3	0.3	0.12	2.4
DAN025	4,161,101	571,454	121.0	121.3	0.3	0.18	3.6
			122.5	123.7	1.2	0.07	1.4
			124.4	124.7	0.3	0.25	5.0
DAN023	4,161,086	571,438	125.2	127.2	2.0	0.43	8.6
DAN034	4,160,986	571,539	154.5	155.4	0.9	0.09	1.8

WHITE CANYON URANIUM LIMITED
DIRECTORS' REPORT

DAN035	4,160,977	571,539	152.9	154.3	1.4	0.13	2.6
DAN036	4,160,977	571,513	153.8	154.4	0.6	0.22	4.3
DAN037	4,160,992	571,504	154.3	154.6	0.3	0.07	1.4
DAN043	4,161,143	571,432	124.6	125.8	1.2	0.31	6.3
DAN044	4,161,098	571,399	126.5	128.8	2.3	0.94	18.7
DAN046	4,161,075	571,430	127.4	129.6	2.3	0.79	15.8
DAN048	4,161,043	571,391	131.6	132.5	0.9	0.72	14.5
DAN049	4,161,067	571,409	128.8	129.9	1.1	0.97	19.3
DAN050	4,161,182	571,409	114.4	114.7	0.3	0.13	2.6
			115.4	115.8	0.5	0.28	5.6
DAN051	4,161,204	571,389	97.4	98	0.6	0.38	7.6
			98.5	99.4	0.9	0.21	4.1
DAN052	4,161,209	571,388	96.2	98.8	2.6	1.07	21.5

All holes are nominally vertical. Deviation data is acquired during downhole logging. 0.05% grade cut-off. Intersections represent true thicknesses. Hole coordinates subject to survey.

Drill core was submitted to American Assay Laboratories of Sparks, Nevada for XRF and ICP analysis. Down-hole gamma logging was completed by Century Wireline Services.

Financial Position

The increase in the net assets to \$28,537,550 (2007: (\$18,306)) reflects the substantial increase in exploration expenditure in the United States of America and the acquisition of mineral properties. This has been enabled through the public listing of the company on the ASX and total capital raisings of \$31,013,243 carried out during the year.

The Directors believe the group is in a strong enough financial position to continue its exploration endeavours.

Significant Changes in the State of Affairs

To fund the acquisition, exploration and development of the Daneros Uranium project and Thompsons Uranium Project the following capital raising activities were undertaken during the financial year:

- (i) On 1 October 2007 there was an increase in the number of issued shares through a share split to 45,670,000 shares;
- (ii) On 17 October 2007 a placement of 18,426,665 shares was made to sophisticated investors at 20 cents per share to raise \$3,685,333;
- (iii) On 1 March 2008 48,620,000 shares were issued to vendors for mineral interests at 20 cents per share for a value of \$9,724,000;
- (iv) On 1 March 2008 a further 70,415,640 shares were issued to the public on listing at 25 cents per share to raise \$17,603,910;

In the opinion of the Directors, there were no other significant changes in the state of affairs of the company that occurred during the financial period under review, not otherwise disclosed in these financial statements and the Director's report.

Matters Subsequent to the End of the Financial Year

Subsequent to year end, the following events have occurred that impact upon the Company:

- (a) On the 5th September 2008 the company completed a rights issue to shareholders and issued 91,566,152 options at 1 cent per option to raise a total of \$915,661 to fund further acquisitions of uranium exploration properties and interests near Blanding, Utah.

Except for the matters discussed above, no other matter or circumstance has arisen since 30 June 2008 that has significantly affected, or may significantly affect:

- (a) the consolidated entity's operations in future financial years, or
- (b) the results of those operations in future financial years; or
- (c) the consolidated entity's state of affairs in future financial years.

WHITE CANYON URANIUM LIMITED

DIRECTORS' REPORT

Directors' Interests in Shares and Options of the Company

Directors' interests in equity instruments of the company are set out in Note 5 to the financial statements.

Remuneration Report

The remuneration report is set out under the following main headings:

- A Principles used to determine the nature and amount of remuneration
- B Details of remuneration
- C Service agreements
- D Share-based compensation
- E Additional information

The information provided in this remuneration report has been audited as required by section 308(3C) of the *Corporations Act 2001*.

A Principles used to determine the nature and amount of remuneration

Remuneration Policy

The remuneration policy of the company has been designed to align director and executive objectives with shareholder and business objectives by providing a fixed remuneration component and offering specific long-term incentives based on key performance areas affecting the Group's financial results. The Board believes the remuneration policy to be appropriate and effective in its ability to attract and retain the best executives and directors to run and manage the Group.

The Board's policy for determining the nature and amount of remuneration for Board members and senior executives of the Group is as follows:

- The remuneration policy, setting the terms and conditions for the executive directors and other senior executives, was developed by the Board. All executives receive a base salary (which is based on factors such as skills, experience and length of service) and superannuation or as otherwise disclosed below. The Board reviews executive packages annually by reference to the Group's performance, executive performance and comparable information from industry sectors and other listed companies in similar industries.
- The Board may exercise discretion in relation to approving incentives, bonuses and options. The policy is designed to attract and retain the highest calibre of executives and reward them for performance that results in long-term growth in shareholder wealth.
- Executives are also eligible to participate in the employee share and option arrangements.
- The Australian resident directors receive the superannuation guarantee contribution required by the government, which is currently 9%, and do not receive any other retirement benefits, unless otherwise disclosed below.
- All remuneration paid to directors and executives is valued at the cost to the Company and expensed.

The Board policy is to remunerate non-executive directors at market rates for comparable companies for time, commitment and responsibilities. The Board determines payments to the non-executive directors and reviews their remuneration annually, based on market practice, duties and accountability. Independent external advice is sought when required. The maximum aggregate amount of fees that can be paid to non-executive directors is subject to approval by shareholders at the Annual General Meeting (currently \$300,000). Fees for non-executive directors are not linked to the performance of the Group. However, to align directors' interests with shareholder interests, the directors are encouraged to hold shares in the Company.

Performance based remuneration

The Company currently has no performance based remuneration component built into director and executive remuneration packages.

Company performance, shareholder wealth and directors' and executives' remuneration

The remuneration policy has been tailored to increase the direct positive relationship between shareholders investment objectives and directors and executives performance. Currently, this is facilitated through the issue of options to the majority of directors and executives to encourage the alignment of personal and shareholder interests.

WHITE CANYON URANIUM LIMITED
DIRECTORS' REPORT

The Company believes this policy will be effective in increasing shareholder wealth. At commencement of mine production, performance based bonuses based on key performance indicators are expected to be introduced.

B Details of remuneration

Details of the remuneration of the directors, the key management personnel of the Group (as defined in AASB 124 *Related Party Disclosures*) and specified executives of the company and the Group are set out in the following table.

The key management personnel of the company and the Group include the directors and the operations manager. The company secretary is not considered to be key management personnel as he is not involved in management decisions and performs duties in relation to statutory and compliance matters only.

Given the size and nature of operations of the company and the Group, there are no other employees who are required to have their remuneration disclosed in accordance with the *Corporations Act 2001*.

Key management personnel and other executives of the company and the Group

	Short-Term		Post Employment		Share-based	Total
	Salary & Fees	Non Monetary	Superannuation	Retirement benefits	Payments Options	
	\$	\$	\$	\$	\$	\$
Directors						
Lewis Cross						
2008	20,000	-	1,800	-	-	21,800
2007	-	-	-	-	-	-
John Hasleby						
2008	-	-	54,500	-	-	54,500
2007	-	-	-	-	-	-
Richard Sciano						
2008	26,667	-	2,400	-	-	29,067
2007	-	-	-	-	-	-
Kelly Shumway						
2008	33,452	-	-	-	-	33,452
2007	-	-	-	-	-	-
Melvin Swanson						
2008	14,868	-	-	-	-	14,868
2007	-	-	-	-	-	-
Other key management personnel						
Michael Shumway						
2008	92,923	-	-	-	-	92,923
2007	-	-	-	-	-	-
Total key management personnel compensation						
2008	187,910	-	58,700	-	-	246,610
2007	-	-	-	-	-	-
Specified Executive - Company Secretary						
Ranko Matic						
2008	8,750	-	-	-	-	8,750
2007	-	-	-	-	-	-

WHITE CANYON URANIUM LIMITED

DIRECTORS' REPORT

C Service agreements

The details of service agreements of the key management personnel and specified executives of the company and the Group are as follows:

John Hasleby, Managing Director:

- Term of agreement – 3 years commencing 1 March 2008.
- Annual salary of \$150,000 (plus 9% statutory superannuation) for 144 days worked, plus additional consulting fees at \$1,050 per day in excess of 144 days worked and the provision of US medical insurance (if requested) and accommodation expenses.
- Payment of termination benefit on early termination by the Company, other than for gross misconduct, equal to 6 months total salary.

Richard Sciano, Executive Director:

- Term of agreement – 3 years commencing 1 March 2008.
- Annual salary of \$80,000 (plus 9% statutory superannuation) for 80 days worked, plus additional consulting fees at \$700 per day in excess of 80 days worked.
- Payment of termination benefit on early termination by the Company, other than for gross misconduct, equal to 6 months total salary.

Lewis Cross, Non-Executive Chairman:

- Term of agreement – commencing 1 March 2008, for no defined term.
- Director fee of \$60,000 (plus 9% statutory superannuation).

Kelly Shumway, Executive Director:

- Term of agreement – commencing 15 March 2008.
- Consulting fee of \$100,000 (US\$90,000).
- Payment of termination benefit on early termination by the Company, other than for gross misconduct, equal to one month's total salary.

Melvin Swanson, Non-Executive Director:

- Term of appointment – commencing 17 March 2008, for no defined term.
- Director fee of approximately \$45,000 (US\$40,000), plus additional consulting fees at US\$75 per hour.

Michael Shumway, Operations Manager:

- Term of agreement – 3 years commencing 1 March 2008 or such earlier date as may be mutually agreed .
- Annual salary of approximately \$279,000 (US\$250,000).

Ranko Matic, Company Secretary:

- Term of agreement – commencing 1 March 2008. Two months notification of termination required.
- Mr Matic's firm, RLF Bentleys Pty Ltd, is engaged to provide accounting and company secretarial services. The annual retainer is \$24,000. Fees are charged on a monthly retainer basis, with additional fees payable on an hourly as-needs basis. All amounts are included in Mr Matic's remuneration noted above.

D Share-based compensation

There were no options or shares issued to directors and executives as part of their remuneration.

E Additional information

Performance income as a proportion of total compensation

No performance based bonuses have been paid to key management personnel during the financial year.

The directors are entitled to reimbursement of out-of-pocket expenses incurred whilst on company business.

WHITE CANYON URANIUM LIMITED

DIRECTORS' REPORT

Meetings of Directors

The attendance of directors at meetings of the company's Board of Directors held during the year is as follows:

Director	Number of Meetings		Number of Written Resolutions Of Directors
	Attended	Eligible to Attend	
Lewis Cross	6	6	35
John Hasleby	6	6	35
Richard Sciano	6	6	35
Kelly Shumway	2	2	1
Melvin Swanson	1	2	1

Officer's Indemnities and Insurance

The company, during or since the financial year, in respect of any person who is or has been an officer or auditor of the company or a related body corporate, has not:

- indemnified or made any relevant agreement for indemnifying against a liability incurred as an officer, including costs and expenses in successfully defending legal proceedings; or
- paid or agreed to pay a premium in respect of a contract insuring against a liability incurred as an officer for the costs or expenses to defend legal proceedings.

Environmental Regulation

White Canyon Uranium is committed to environmental care and aims to carry out its activities in an environmentally-responsible and scientifically-sound way. In performing exploration activities, some disturbance of the land in the creation of tracks, drill rig pads, sumps and the clearing of vegetation occurs. These activities have been managed in a way that reduces environmental impact to a practical minimum and rehabilitation of any land disturbance commences after exploration activity in an area has been completed.

White Canyon Uranium has complied with all statutory requirements involving protection of the environment as specified and enforced by the federal Bureau of Land Management and the State of Utah.

Legal Proceedings

No person has applied to the Court under section 237 of the *Corporations Act 2001* for leave to bring proceedings on behalf of the company, or to intervene in any proceedings to which the company is a party, for the purpose of taking responsibility on behalf of the company for all or part of those proceedings.

No proceedings have been brought or intervened in on behalf of the company with leave of the Court under section 237 of the *Corporations Act 2001*.

Auditor's Independence Declaration and Non-Audit Services

RSM Bird Cameron Partners continues in office in accordance with section 327 of the *Corporations Act 2001*.

A copy of the auditor's independence declaration as required by Section 307C of the *Corporations Act 2001* is included with the financial statements.

Details of non-audit services provided by the company's auditor are set out below. The directors are satisfied that the provision of non-audit services is compatible with the general standard of independence for auditors imposed by the *Corporations Act 2001* and APES 110 Code of Ethics for Professional Accountants. The nature and scope of each type of non-audit service provided means that auditor independence has not been compromised. RSM Bird Cameron Partners received the following amount for provision of non-audit service:

- Investigating Accountant's Report - \$15,900 (2007: \$Nil)



John Hasleby
Managing Director

Signed at Perth on 26th September 2008 in accordance with a resolution of Directors.

WHITE CANYON URANIUM LIMITED

CORPORATE GOVERNANCE

White Canyon Uranium Limited is listed on the Australian Stock Exchange. The company is relatively small with a simple corporate structure and its financial and management control requirements are tailored accordingly. It adheres to the ten Essential Corporate Governance Principles as published by the ASX Corporate Governance Council and has adopted those of the Best Practice Recommendations which its Board of Directors considers to be relevant and essential for the efficient management of the company and its business whilst safe guarding shareholder assets in the context of the inherent and well understood high risk nature of the exploration industry.

The following is a summary of the Corporate Governance measures adopted by the Company:

Board and Management

Objectives of the Board

The Board's key objectives are the addition of value corporate assets whilst safe guarding shareholders' rights and interests together with the provision of an appropriate overview of management. With this in mind, the Board meets regularly in the discharge of its responsibilities.

Board Responsibility

The Board focuses on the company on the investigation of exploration opportunities in the mineral resources business which are judged to have the potential for success without exposing the company to undue risk by establishing and maintaining adequate management control through monitoring systems which include:

- (a) continually reviewing the performance of the company and its executives, including management and financial performance, overseeing strategy implementation and where necessary, ensuring appropriate resources are available. The board retains the right to replace the executive management of the company;
- (b) regular Board meetings, reviewing, approving and amending where necessary, the Executive Director's annual programmes and budgets and the company's overall corporate objectives;
- (c) putting in place systems of risk management and legal control mechanisms and ensuring their effectiveness;
- (d) approving and monitoring the progress of major capital expenditure, capital management and acquisitions and divestitures;
- (e) maintaining responsibility for the overall financial management of the company with the ability to approve the appointment (if necessary) of a financial officer and to replace the Company Secretary;
- (f) monitoring and approving financial and other reporting;
- (g) supervising the overall corporate governance of the company, including conducting regular reviews of the balance of responsibilities to ensure division of functions remain appropriate to corporate needs;
- (h) liaising with the company's external auditors;
- (i) monitoring, and ensuring compliance with all of the company's legal obligations, in particular those in relation to the maintenance of the company's mineral tenements, the environment, native title, cultural heritage and occupational health and safety requirements.

Materiality

The Board adopts the following guidelines, which are deemed appropriate for a company of the maturity and size of White Canyon Uranium, for assessing the materiality of matters:

Qualitative

- (a) any matters which impact on the reputation of the company and/or its Board;
- (b) any activities of the company, its joint ventures, employees or contractors, which may involve a breach of legislation or are in the Board's view outside the ordinary course of its business;
- (c) any matter which might negatively affect the company's rights to its assets;
- (d) any activities of the company, its joint ventures, employees or contractors which have the capacity to involve a contingent liability that would in the Board's view have a potential material effect on the company's balance sheet or a similar effect on one or more profit and loss items.

Contracts

White Canyon Uranium is a relatively small company and its Directors consider most contracts entered into by the company to be material. With the exception of day to day agreements the responsibility for which fall upon the executive directors, all contracts are subjected to review by the Board.

WHITE CANYON URANIUM LIMITED

CORPORATE GOVERNANCE

Structure of the Board

The name, expertise, experience and term of the office of each director is set out in the Directors' Report. The Board is comprised of 3 executive directors and 2 non-executive directors.

Independent Directors

There are 3 executive directors and 2 non-executive directors on the Board. Non-executive director Mel Swanson is considered Lead Independent Director. Given the small size of the company this board structure is considered appropriate for the size of the company and to provide an adequate mix of independent, non-executive and executive directors.

The Chairman

Lewis Cross fulfils the role of Chairman. He is a non-executive director and is responsible for leadership of the Board and for the efficient organisation and conduct of the Board.

John Hasleby, Managing Director

John Hasleby, Managing Director, runs the company on a day-to-day basis pursuant to authority delegated by the Board and is responsible from the implantation of Board and corporate policy and planning in accordance with approved programmes and budgets. He reports to the Board regularly and is under an obligation to make sure that all reports which he presents give a true and fair view of the company's exploration and other activities and its then current financial status.

Other Directors

The other directors assist in providing an independent oversight to the operations of the board.

Nomination for Board Positions

The Board will decide on the choice of any new director(s) upon the creation of any new board position and/or if any casual vacancy arises. Decisions to appoint new directors will be minuted. The small size of the company and the Board do not warrant the appointment of a nomination committee.

Independent Professional Advice

Each Director has the right to seek independent professional advice at the company's expense. Prior approval of the chairman is required and will not be unreasonably withheld.

Ethical and Responsible Decision Making

Code of Conduct

The Board adheres to and is responsible for enforcing the Corporate Code of Conduct set out in this Corporate Governance Statement.

Policy on Share Trading

Directors, officers and employees are prohibited from dealing in White Canyon Uranium's shares when they possess inside information. The Board is to be notified promptly of any trading of shares in the company by any Director or officer of the Company.

Financial Reporting Integrity

Financial Reports

The CEO and the CFO are required to confirm in writing to the Board that the company's half year & full year financial reports present a true and fair view in all material respects of the company's financial condition and operational results and are in accordance with relevant accounting standards.

Audit Committee

The Directors do not consider that the company's affairs are of such a size and complexity as to merit the establishment of a separate audit committee. Until this situation changes, the Board of White Canyon Uranium will carry out any necessary audit committee functions.

The Board monitors the form and content of the company's financial statements; it also has an overview of the company's internal financial control and audit system and risk management systems.

WHITE CANYON URANIUM LIMITED CORPORATE GOVERNANCE

Additionally, on an annual basis the Board, in line with its overall responsibility to shareholders, reviews the performance of the external auditor and the continuation of that appointment. Directors also approve the remuneration and terms of engagement of the external audit firm. Any appointment of a new external auditor is submitted for ratification by shareholders at the next annual general meeting of the Company.

Timely and Balance Disclosure

Detailed compliance procedures, to ensure timely balanced disclosure of information in line with ASX Listing Rule disclosure requirements and Continuous Disclosures Guideline, have been noted and adopted by the company. The Company Secretary is charged with ensuring that any necessary steps which need to be taken by the Company are brought before the Board for discussion and, subject to amendment, approval.

Rights of Shareholders

White Canyon Uranium maintains a website at www.whitecanyonuranium.com.au.

Under various headings White Canyon Uranium shareholders may find all current information on the company, its recent ASX releases, its projects and its Corporate profile. Shareholders may also contact the company and request a copy of the company's ASX releases.

The company invites the external auditor to attend its annual general meeting and to be available to answer shareholders' questions about the conduct of the audit and the preparation and content of the auditor's report.

Management of Risk

Consistent with the compliance systems detailed elsewhere in this statement the Board takes responsibility for the risk management of the company.

The Board routinely reviews corporate risk and supervises internal compliance and control systems.

The Managing Director is responsible to the board for ensuring the systems are complied with and is required annually to make a statement to the board in writing to this effect.

Whilst high priority is given to the management of risk in the company current and potential investors are reminded that they are investors in a company engaged in exploration activities which by their very nature are high risk and where successful may give rise to high rewards.

Performance Evaluation of the Board and Management

The chairman conducts regular informal reviews of Board and management performance including that of the Company Secretary on at least an annual basis.

Remuneration of Directors and Executives

The Managing Director and executive directors are engaged on a service contract with a company related to the Director. The chairman and non-executive Director carry out an annual review of the adequacy of executive director remuneration which may include participation in share incentive arrangements.

The size of White Canyon Uranium and the current remuneration of the non-executive Chairman and non-executive Director are not considered of a size and nature to warrant independent review.

Details of directors' and executives' remuneration are set out in the annual Financial Report in accordance with accounting standards.

Corporate Code of Conduct

White Canyon Uranium is committed to:

- (a) applying the company's funds efficiently to provide above average and sustainable return to shareholders through both capital appreciation and the payment of dividends when in a position to do so;
- (b) adopting high standards of occupational health and safety, environmental management and ethics;
- (c) ensuring that all of its business affairs and conducted legally, ethically and with integrity.

WHITE CANYON URANIUM LIMITED CORPORATE GOVERNANCE

Corporate Responsibility

The company complies with all legislative and common law requirements that affect its business, particularly environmental regulations, native title and cultural heritage laws.

Employment

The company policy is to employ the best available staff. At this stage in the company's development all potential employees will be subject to full Board Scrutiny.

Third Parties

The company treats third parties in a fair and reasonable manner and does not engage in deceptive practices.

Conflict of Interest

The Board and the executives are obligated to avoid situations of real or apparent conflict of interest between them as individuals and as Directors or employees of White Canyon Uranium. If a situation where a conflict of interest arises the Chairman is to be notified; the matter will then be considered and the appropriate steps taken to avoid a repetition.

Breach of Corporate Governance

Any breach of Corporate Governance is to be reported directly to the Chairman.

Review of Rules of Corporate Governance

The Board through the chairman monitors the company's compliance with the Rules periodically.

RSM Bird Cameron Partners

Chartered Accountants

8 St Georges Terrace Perth WA 6000
GPO Box R1253 Perth WA 6844
T +61 8 9261 9100 F +61 8 9261 9111
www.rsmi.com.au

AUDITOR'S INDEPENDENCE DECLARATION

As lead auditor for the audit of the financial report of White Canyon Uranium Limited for the year ended 30 June 2008, I declare that, to the best of my knowledge and belief, there have been no contraventions of:

- (i) the auditor independence requirements as set out in the *Corporations Act 2001* in relation to the audit; and
- (ii) any applicable code of professional conduct in relation to the audit.

RSM Bird Cameron Partners.

RSM BIRD CAMERON PARTNERS
Chartered Accountants

D.J. Wall.

Perth, WA

Dated: 26 SEPTEMBER 2008

D J WALL
Partner

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WHITE CANYON URANIUM LIMITED
INCOME STATEMENT FOR YEAR ENDED 30 JUNE 2008

	Note	Consolidated Group 2008 \$	2007 \$	Parent Entity 2008 \$	2007 \$
Revenue					
Other income	2	185,031	-	185,031	-
Director & employee benefits expense		153,686	-	105,366	-
Legal fees		9,766	-	9,766	-
Corporate and administration expenses		224,334	18,217	177,256	-
Profit/(Loss) before income tax	3	(202,755)	(18,217)	(107,357)	-
Income tax expense	4	-	-	-	-
Profit/(Loss) after income tax		(202,755)	(18,217)	(107,357)	-
Profit/(Loss) attributable to members of the parent entity		(202,755)	(18,217)	(107,357)	-
Basic and diluted loss per share (cents per share)	9	(0.23)	n/a		

The accompanying notes form part of these financial statements.

WHITE CANYON URANIUM LIMITED
BALANCE SHEET AS AT 30 JUNE 2008

	Note	Consolidated Group		Parent Entity	
		2008	2007	2008	2007
		\$	\$	\$	\$
CURRENT ASSETS					
Cash and cash equivalents	7	7,253,644	-	7,108,498	-
Trade and other receivables	8	131,149	-	131,149	-
Other current assets	13	1,249	-	1,249	-
TOTAL CURRENT ASSETS		7,386,042	-	7,240,896	-
NON-CURRENT ASSETS					
Financial assets	10	7,500	-	7,632	132
Trade and other receivables	8	-	-	21,241,713	-
Property, plant and equipment	12	13,178	-	-	-
Deferred exploration and evaluation expenditure	14	21,190,637	272,373	209,317	95,822
TOTAL NON-CURRENT ASSETS		21,211,315	272,373	21,458,662	95,954
TOTAL ASSETS		28,597,357	272,373	28,699,558	95,954
CURRENT LIABILITIES					
Trade and other payables	15	59,939	290,679	59,753	95,953
TOTAL CURRENT LIABILITIES		59,939	290,679	59,753	95,953
TOTAL LIABILITIES		59,939	290,679	59,753	95,953
NET ASSETS		28,537,418	(18,306)	28,639,805	1
EQUITY					
Issued capital	16	29,704,184	1	29,704,184	1
Reserves	17	(945,558)	146	(957,022)	-
Accumulated losses		(221,208)	(18,453)	(107,357)	-
TOTAL EQUITY		28,537,418	(18,306)	28,639,805	1

The accompanying notes form part of these financial statements.

WHITE CANYON URANIUM LIMITED
STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 30 JUNE 2008

CONSOLIDATED GROUP	Issued Capital \$	Accumulated Losses \$	Foreign Currency Translation \$	Option Reserve \$	Total \$
Balance at 1 July 2006	1	(236)	-	-	(235)
Loss after income tax	-	(18,217)	-	-	(18,217)
Foreign currency translation	-	-	146	-	146
Balance at 30 June 2007	1	(18,453)	146	-	(18,306)
Balance at 1 July 2007	1	(18,453)	146	-	(18,306)
Loss after income tax	-	(202,755)	-	-	(202,755)
Shares issued	31,013,242	-	-	-	31,013,242
Capital raising costs	(1,309,059)	-	-	-	(1,309,059)
Foreign currency translation	-	-	(945,704)	-	(945,704)
Balance at 30 June 2008	29,704,184	(221,208)	(945,558)	-	28,537,418

PARENT ENTITY	Issued Capital \$	Accumulated Losses \$	Foreign Currency Translation \$	Option Reserve \$	Total \$
Balance at 1 July 2006	1	-	-	-	1
Loss after income tax	-	-	-	-	-
Balance at 30 June 2007	1	-	-	-	1
Balance at 1 July 2007	1	-	-	-	1
Loss after income tax	-	(107,357)	-	-	(107,357)
Shares issued	31,013,242	-	-	-	31,013,242
Capital raising costs	(1,309,059)	-	-	-	(1,309,059)
Foreign currency translation	-	-	(957,022)	-	(957,022)
Balance at 30 June 2008	29,704,184	(107,357)	(957,022)	-	28,639,805

The accompanying notes form part of these financial statements.

WHITE CANYON URANIUM LIMITED
CASH FLOW STATEMENT FOR YEAR ENDED 30 JUNE 2008

	Note	Consolidated Group		Parent Entity	
		2008	2007	2008	2007
		\$	\$	\$	\$
CASH FLOWS FROM OPERATING ACTIVITIES					
Payments to suppliers and employees		(329,044)	-	(233,646)	-
Payments for exploration expenditure		(658,726)	-	(113,495)	-
Interest and dividends received		56,144	-	56,144	-
Net cash used in operating activities	20	(931,626)	-	(290,997)	-
CASH FLOWS FROM INVESTING ACTIVITIES					
Payments for exploration and evaluation assets		(11,481,242)	-	-	-
Purchase of plant and equipment		(13,178)	-	-	-
Purchase of investments		(10,000)	-	(10,000)	-
Repayment of loans advanced by associates		(290,493)	-	(95,953)	-
Loans advanced to controlled entities		-	-	(12,474,735)	-
Net cash used in investing activities		(11,794,913)	-	(12,580,688)	-
CASH FLOWS FROM FINANCING ACTIVITIES					
Proceeds from issue of shares		21,289,242	-	21,289,242	-
Payments for costs of share issue		(1,309,059)	-	(1,309,059)	-
Net cash provided by financing activities		19,980,183	-	19,980,183	-
Net increase in cash held		7,253,644	-	7,108,498	-
Cash at beginning of financial year		-	-	-	-
Cash at end of financial year	7	7,253,644	-	7,108,498	-

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 1: Statement of Significant Accounting Policies

The financial report is a general purpose financial report that has been prepared in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporation Act 2001.

The financial report covers the Consolidated Group of White Canyon Uranium Limited and controlled entities and White Canyon Uranium Limited as an individual parent entity. White Canyon Uranium Limited is a listed public company, incorporated and domiciled in Australia.

The financial report was authorised for issue by the Board on 26th September 2008.

The financial report of White Canyon Uranium Limited and controlled entities and White Canyon Uranium Limited as an individual parent entity comply with all Australian equivalents to International Financial Reporting Standards (IFRS) in their entirety. Compliance with AIFRS ensures that the financial report, comprising the financial statements and notes thereto, complies with International Financial Reporting Standards (IFRS).

The principal accounting policies adopted in the preparation of the financial report are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

(a) Basis of Preparation

The accounting policies set out below have been consistently applied to all years presented.

Reporting Basis and Conventions

The financial report has been prepared on an accruals basis and is based on historical costs modified by the revaluation of selected non-current assets and financial assets and financial liabilities for which the fair value basis of accounting has been applied.

(b) Principles of Consolidation

A controlled entity is any entity White Canyon Uranium Limited has the power to control. Control exists where the company has the capacity to dominate the decision-making in relation to the financial and operating policies of another entity so that the other entity operates with the company to achieve the objectives of the company.

All inter-company balances and transactions between entities in the Consolidated Group, including any unrealised profits or losses, have been eliminated on consolidation. Accounting policies of subsidiaries have been changed where necessary to ensure consistencies with those policies applied by the parent entity.

(c) Income Tax

The charge for current income tax expense is based on the profit for the year adjusted for any non-assessable or disallowed items. It is calculated using the tax rates that have been enacted or are substantially enacted by the balance sheet date.

Deferred tax is accounted for using the balance sheet liability method in respect of temporary difference arising between the tax bases and liabilities and their carrying amounts in the financial statements.

No deferred income tax will be recognised from the initial recognition of an asset or liability, excluding a business combination, where there is no effect on accounting or taxable profit or loss.

Deferred tax is calculated at the tax rates that are expected to apply to the period when the asset is realised or liability is settled. Deferred tax is credited in the income statement except where it relates to items that may be credited directly to equity, in which case the deferred tax is adjusted directly against equity.

Deferred income tax assets are recognised to the extent that it is probable that future tax profits will be available against which deductible temporary difference can be utilised.

The amount of benefits brought to account or which may be realised in the future is based on the assumption that no adverse change will occur in income taxation legislation and the anticipation that the Consolidated Group will derive sufficient future assessable income to enable the benefit to be realised and comply with the conditions of deductibility imposed by the law.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 1: Statement of Significant Accounting Policies (continued)

(d) Plant and Equipment

Each class of plant and equipment is carried at cost of fair value, less, where applicable, any accumulated depreciation and impairment losses. The carrying amount of plant and equipment is reviewed annually by directors to ensure it is not in excess of the recoverable amount from these assets. The recoverable amount is assessed on the basis of the expected net cash flows that will be received from the asset's employment and subsequent disposal. The expected net cash flows have been discounted to their present values in determining recoverable amounts.

Depreciation

The depreciable amount of all fixed assets is depreciated on the reducing balance method over their useful lives commencing from the time the asset is held ready for use. Leasehold improvements are depreciated over the shorter of either the unexpired period of the lease or the estimated useful lives of the improvements.

The depreciation rates used for each class of depreciable assets are:

Class of Fixed Asset	Depreciation Rate
Furniture and Fixtures	15%
Plant and Equipment	15% - 33.3%
Leasehold Improvements	12%

The asset's residual values and useful lives are reviewed and adjusted, if appropriate, at each balance sheet date.

An asset's carrying amount is written down immediately to its recoverable amount if the asset's carrying amount is greater than its estimated recoverable amount.

Gains and losses on disposals are determined by comparing proceeds with the carrying amount. These gains and losses are included in the income statement.

(e) Exploration and Development Expenditure

Exploration and evaluation incurred is accumulated in respect of each identifiable area of interest. These costs are only carried forward to the extent that they are expected to be recouped through the successful development of the area of interest or sale of that area of interest, or exploration and evaluation activities have not reached a stage which permits a reasonable assessment of the existence or otherwise of economically recoverable reserves and active or significant operations in, or in relation to, the area of interest are continuing.

Accumulated costs in relation to an abandoned area are written off in full against profit in the year in which the decision to abandon the area is made.

A regular review is undertaken of each area of interest to determine the appropriateness of continuing to carry forward costs in relation to the area of interest.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 1: Statement of Significant Accounting Policies (continued)

(f) Investments

Recognition

Financial instruments are initially measured at cost on trade date, which includes transaction costs, when the related contractual rights or obligations exist. Subsequent to initial recognition these instruments are classified as "financial assets at fair value through profit and loss" as they are acquired principally for the purpose of selling in the short term. Realised and unrealised gains and losses arising from changes in the fair value of these assets are included in the income statement in the period in which they arise.

Fair Value

Fair value is determined based on current bid prices for all quoted investments. Valuation techniques are applied to determine the fair value for all unlisted securities, including recent arm's length transactions, reference to similar instruments and option pricing models.

(g) Impairment of Assets

At each reporting date, the directors review the carrying values of its tangible and intangible assets to determine whether there is any indication that those assets have been impaired. If such an indication exists, the recoverable amount of the asset, being the higher of the asset's fair value less costs to sell and value in use, is compared to the asset's carrying value. Any asset's carrying value over its recoverable amount is expensed to the income statement.

Where it is not possible to estimate the recoverable amount of an individual asset, the Consolidated Group estimates the recoverable amount of the cash-generating unit to which the asset belongs.

(h) Leases

Lease payments for operating leases, where substantially all the risks and benefits remain with the lessor, are charged as expenses in the periods in which they are incurred.

(i) Foreign Currency Transactions and Balances

Functional and Presentation Currency

The functional currency of each of the entities in the Consolidated Group is measured using the currency of the primary economic environment in which that entity operates. The consolidated financial statements are present in Australian dollars which is the parent entity's functional and presentation currency.

Transactions and Balances

Foreign currency transactions are translated into functional currency using the exchange rates prevailing at the date of the transaction. Foreign currency monetary items are translated at the year-end exchange rate. Non-monetary items measured at historical cost continue to be carried at the exchange rate at the date when fair values were determined.

Exchange differences arising on the translation of monetary items are recognised directly in the income statement except where deferred in equity as a qualify cash flow or net investment hedge.

Exchange differences arising on the translation of non-monetary items are recognised directly in equity to the extent that the gain or loss is directly recognised in equity, otherwise the exchange difference is recognised in the income statement.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 1: Statement of Significant Accounting Policies (continued)

Translation

The financial results and position of foreign operations whose functional currency is different from the presentation currency are translated as follows:

- assets and liabilities are translated at year-end exchange rates prevailing at that reporting date;
- income and expenses are translated at average exchange rates for the period; and
- retained profits are translated at the exchange rates prevailing at the date of the transaction.

Exchange differences arising on translation of foreign operations are transferred directly to the foreign currency translation reserve in the balance sheet. These differences are recognised in the income statement in the period in which the operation is disposed.

(j) Joint Ventures

The Consolidated Group did not have any joint venture operations during the year or prior period.

(k) Employee Entitlements

Liabilities for employee benefits for wages, salaries and annual leave expected to be settled within 12 months of the year end represent present obligations resulting from employees services provided to reporting date, calculated at the undiscounted amounts based on remuneration wage and salary rates that the company expects to pay as at reporting date including related on-costs.

Provision is made for the company's liabilities for employee's annual leave benefits arising from service rendered by employees to balance date.

(l) Cash and Equivalents

Cash and equivalents include cash on hand, deposits held at call with banks and other short term highly liquid investments. For the purpose of the cash flow statement, cash includes deposits at call, which are readily convertible to cash on hand and subject to an insignificant risk of changes in value.

(m) Revenue

Interest revenue is recognised on a proportional basis taking into account the interest rates applicable to the financial assets. All revenue is stated net of the amount of goods and services tax (GST)

(n) Goods and Services Tax (GST)

Revenues, expenses and assets are recognised net of the amount of GST, except where the amount of GST incurred is not recoverable from, or payable to, the ATO, is included as a current asset of liability in the balance sheet.

Cash flows are included in the cash flow statement on a gross basis. The GST components of cash flows arising from investing and financing activities which are recoverable from, or payable to the ATO, are classified as operating cash flows.

(o) Comparative Figures

When required by Accounting Standards, comparative figures have been adjusted to conform to changes in presentation for the current financial year.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 1: Statement of Significant Accounting Policies (continued)

Critical Accounting Estimates and Judgements

The directors evaluate estimates and judgements incorporated into the financial report based on historical knowledge and best available current information. Estimates assume a reasonable expectation of future events and are based on current trends and economic data, obtained both externally and within the company.

The area that may have a significant risk of causing a material adjustment to the carrying amounts of certain assets and liabilities within the next annual reporting period is:

Exploration and evaluation expenditure

The board of directors determines when an area of interest should be abandoned. When a decision is made that an area of interest is not commercially viable, all costs that have been capitalised in respect of that area of interest are written off. The Directors' decision is made after considering the likelihood of finding commercially viable reserves.

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$

Note 2: Revenue

OTHER INCOME

Interest received	185,031	-	185,031	-
	185,031	-	185,031	-

Note 3: Loss

The loss before income tax includes the following:

Rental expenses on operating leases	40,375	-	35,575	-
Share registry expense	38,109	-	38,109	-
Travel and accommodation	47,898	-	47,467	-

Note 4: Income Tax Expense

No Income tax is payable by the company or the Consolidated Group as they both incurred losses for income tax purposes for the year.

(a) Reconciliation

The prima facie tax on the loss is reconciled to income tax expense as follows:

Loss for the year	(202,705)	(18,217)	(107,357)	-
Prima facie tax benefit at 30%	60,812	5,465	32,207	-
Non-assessable/(non-deductible) items	32,645	(2,732)	32,645	-
Tax losses of non-resident controlled entities	35,350	-	-	-
Deferred tax asset not brought to account	(128,807)	(2,733)	(64,852)	-
Income tax benefit relating to loss	-	-	-	-

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 4: Income Tax Expense (continued)

(b) Deferred Tax Asset & Liability

Deferred tax asset not brought to account compromises the future benefits at applicable tax rates:

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Tax losses – revenue (resident)	317,513	-	317,513	-
Tax losses – revenue (non-resident)	35,350	2,733	-	-
Tax losses – capital	-	-	-	-
Tax losses of prior years forfeited	-	-	-	-
	352,863	2,733	317,513	-
Deferred Tax Liability	(64,440)	-	(64,440)	-
Net deferred tax asset/(liability)	288,423	2,733	253,073	-

Resident tax losses calculated at the Australian income tax rate of 30%.

Non-resident tax losses calculated at the lowest US corporate tax rate threshold of 15% as the non-resident companies did not derive any taxable income.

This asset has not been recognised as an asset in the balance sheet as its realisation is not considered probable. The asset will only be obtained if:

- (a) the company derives future assessable income of a nature and of an amount sufficient to enable the asset from the deductions for the loss to be realised;
- (b) the company continues to comply with the conditions for deductibility imposed by the law; and
- (c) no changes in tax legislation adversely affect the company in realising the asset from deductions for the losses..

Note 5: Key Management Personnel

(a) Names and Positions Held of Key Management Personnel

Names and positions held of consolidated and parent entity key management personnel in office at any time during the reporting period are:

Lewis Cross	Chairman	Non-Executive
John Hasleby	Managing Director	Executive
Richard Sciano	Director	Executive
Kelly Shumway	Director	Executive
Melvin Swanson	Director	Non-Executive
Michael Shumway	Operations Manager	Executive

The company secretary is not considered to be key management personnel as he is not involved in management decisions and performs duties in relation to statutory and compliance matters only.

(b) Key Management Personnel Remuneration

Key management personnel remuneration details have been included in the Remuneration Report section of the Directors Report.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 5: Key Management Personnel (continued)

(c) Details of Transactions of Key Management Personnel Concerning Shares

Shares	Balance at 30/06/2007	Purchased /(Sold)	Options Exercised	Received as Compensation	Balance at 30/06/2008
Lewis Cross	-	50,000	-	-	50,000
John Hasleby	-	220,000	-	-	220,000
Richard Sciano	-	-	-	-	-
Kelly Shumway*	-	-	-	-	-
Melvin Swanson	-	-	-	-	-
Michael Shumway**	-	45,670,000	-	-	45,670,000
	-	45,940,000	-	-	45,940,000

* Kelly Shumway has an indirect interest in shares held in the name of her spouse, Mr Michael Shumway.

** Michael Shumway's shareholding was received as a vendor consideration for assets acquired by the company and are escrowed until 3 March 2010.

(d) Details of transaction of Key Management Personnel Concerning Share Options

Share Options	Balance at 30/06/2007	Purchased /(Sold)	Granted as Compensation	Options Exercised	Options Cancelled	Balance at 30/06/2008
Lewis Cross	-	-	-	-	-	-
John Hasleby	-	-	-	-	-	-
Richard Sciano	-	-	-	-	-	-
Kelly Shumway	-	-	-	-	-	-
Melvin Swanson	-	-	-	-	-	-
Michael Shumway	-	-	-	-	-	-
	-	-	-	-	-	-

There were no options issued to directors or key management personnel for the year ended 30 June 2008.

Note 6: Auditors' Remuneration

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Remuneration of the auditor of the parent entity for:				
- auditing or reviewing the financial report	19,800	-	19,800	-
- investigating accountant's report	15,900	-	15,900	-
	35,700	-	35,700	-

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	Consolidated Group 2008	2007	Parent Entity 2008	2007
	\$	\$	\$	\$

Note 7: Cash and Cash Equivalents

Cash at bank and in hand	2,628,644	-	2,483,498	-
Short-term bank deposits	4,625,000	-	4,625,000	-
	7,253,644	-	7,108,498	-

Note 8: Trade and Other Receivables

CURRENT

Accrued interest	128,887	-	128,887	-
GST receivable	2,262	-	2,262	-
	131,149	-	131,149	-

NON-CURRENT

Receivable from controlled entity	-	-	21,241,713	-
Provision for non-recovery of receivables from controlled entities	-	-	-	-
	-	-	21,241,713	-

The directors do not believe that there are any indicators that the receivable from the controlled entity is impaired due to current and prospective activities being undertaken by the controlled entity in regards to its exploration projects.

Note 9: Earnings per Share

Profit/(Loss) attributable to members	(202,755)	(18,217)	
Weighted average number of ordinary shares outstanding during the year used in the calculation of basic earnings per share	86,920,304	1	

The company does not have any potential ordinary shares at 30 June 2008 and therefore there is no dilution to consider.

Note 10: Financial Assets

Non-Current

Shares in listed corporation at fair value	10,000	-	10,000	-
Shares in unlisted controlled entities at cost	-	-	132	132
Less: Impairment provision	(2,500)	-	(2,500)	-
	7,500	-	7,632	132

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 11: Controlled Entities Consolidated

Ultimate Parent Entity:

White Canyon Uranium Limited

Subsidiaries	Country of incorporation	Class of shares	Ownership Interest		Investment at cost	
			2008	2007	2008	2007
Utah Energy Corporation	USA	Ordinary	100%	100%	\$ 132	\$ 132
			Consolidated Group		Parent Entity	
			2008	2007	2008	2007
			\$	\$	\$	\$

Note 12: Plant and Equipment

Plant and Equipment

At cost	13,178	-	-	-
Accumulated depreciation	-	-	-	-
	13,178	-	-	-

Movements in Carrying Amounts

Movement in the carrying amounts for each class of plant and equipment between the beginning and the end of the current financial year:

Balance at the beginning of year	-	-	-	-
Additions	13,178	-	-	-
Disposals	-	-	-	-
Depreciation expense	-	-	-	-
Carrying amount at the end of year	13,178	-	-	-

Note 13: Other Assets

CURRENT

Prepayments	1,249	-	1,249	-
	1,249	-	1,249	-

Note 14: Deferred Exploration and Evaluation Expenditure

Cost brought forward	272,373	98,639	95,822	95,822
Expenditure incurred during year	20,918,264	173,734	113,495	-
Expenditure recovered during year	-	-	-	-
Expenditure written off during year	-	-	-	-
Cost carried forward	21,190,637	272,373	209,317	95,822

The ultimate recoupment of exploration expenditure carried forward is dependent upon successful development and commercial exploration, or sale of the respective areas.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	Consolidated Group		Parent Entity	
	2008	2007	2008	2007
	\$	\$	\$	\$
Note 15: Trade and Other Payables				
CURRENT				
Trade payables and accruals	59,939	290,679	59,753	95,953
	59,939	290,679	59,753	95,953

Note 16: Issued Capital

183,132,305 (2007: 1) fully paid ordinary shares	29,704,184	1	29,704,184	1
--	------------	---	------------	---

(a) Ordinary Shares	No.	No.	\$	\$
At the beginning of reporting period	1	1	1	1
Increase through share split – 1 Oct 2007	45,669,999	-	-	-
Shares issued during the year				
- 17 October 2007 Placement at 20 cents per share	18,426,665	-	3,685,333	-
- 1 March 2008 to Vendors for Mineral Interests at 20 cents per share	48,620,000	-	9,724,000	-
- 1 March 2008 to the Public on Listing at 25 cents per share	70,415,640	-	17,603,910	-
Capital raising costs			(1,309,060)	-
At reporting date	183,132,305	1	29,704,184	1

At shareholders meetings each ordinary share is entitled to one vote. The company does not have authorised share capital and there is no par value for shares.

(b) Unlisted Options

There are no unlisted options at 30 June 2008.

(c) Listed Options

There are no listed options at 30 June 2008.

(d) Capital Risk Management

When managing capital, management's objective is to ensure the Company continues as a going concern as well as to maintain optimal returns to shareholders and benefits for other stakeholders. Management also aims to maintain a capital structure that ensures the lowest cost of capital available to the Company.

In order to maintain or adjust the capital structure, the Company may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares, enter into joint ventures or sell assets.

The Company does not have a defined share buy-back plan.

No dividends were paid in 2008 and no dividends are expected to be paid in 2009.

There is no current intention to incur debt funding on behalf of the Company as on-going exploration expenditure will be funded via cash reserves, equity or joint ventures with other companies.

The Company is not subject to any externally imposed capital requirements.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 17: Reserves

The foreign currency translation reserve records exchange differences arising on translation of foreign controlled subsidiaries.

Note 18: Contingent Liabilities and Contingent Assets

Contingent Liabilities

There were no known contingent liabilities at balance date.

Contingent Assets

There were no known contingent assets at balance date.

Note 19: Segment Reporting

Primary Reporting – Geographical Segments

	Australia		United States		Consolidated Group	
	2008	2007	2008	2007	2008	2007
	\$	\$	\$	\$	\$	\$
REVENUE						
Revenue	185,031	-	-	-	185,031	-
RESULT						
Segment profit/(loss)	(107,357)	-	(95,398)	(18,217)	(202,755)	(18,217)
ASSETS						
Segment assets	7,457,845	95,954	21,139,512	176,419	28,597,357	272,373
LIABILITIES						
Segment liabilities	59,753	95,953	186	194,726	59,939	290,679

Segment revenues and expenses are those directly attributable to the segments and include any joint revenue and expenses where a reasonable basis of allocation exists. Segment assets include all assets used by a segment and consist principally of cash, receivables and property, plant and equipment net of accumulated depreciation. While most such assets can be directly attributed to individual segments, the carrying amount of certain assets used jointly by two or more segments is allocated to the segments on a reasonable basis. Segment liabilities consist principally of payables, accrued expenses and provisions. Segment assets and liabilities do not include deferred income taxes.

The Consolidated Group operates in one business segment, being mineral exploration and mining.

The Consolidated Group's business segments are located in Australia and United States.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

	Consolidated Group		Parent Entity		
	2008	2007	2008	2007	
	\$	\$	\$	\$	
Note 20: Cash Flow Information					
(a) Reconciliation of Cash Flow from Operations with Loss after Income Tax					
Profit/(Loss) after income tax	(202,755)	(18,217)	(107,357)		-
Non-cash flows in profit/(loss)					
Provision for write down of investments	2,500	-	2,500		-
Changes in assets and liabilities:					
Term receivables	(131,149)	-	(131,149)		-
Prepayments	(1,249)	-	(1,249)		-
Trade payables and accruals	59,753	191,805	59,753		-
Exploration expenditure capitalised	(658,726)	(173,588)	(113,495)		-
Cash flow from operations	(931,626)	-	(290,997)		-

Note 21: Events After the Balance Sheet Date

Subsequent to year end, the following events have occurred that impact upon the Company:

On the 5th September 2008 the company completed a rights issue to shareholders and issued 91,566,152 options at 1 cent per option to raise a total of \$915,661 to fund further acquisitions of uranium exploration properties and interests near Blanding, Utah.

No other matters or circumstances have arisen since 30 June 2008 that may significantly affect:

- (a) the consolidated entity's operations in future financial years; or
- (b) the results of those operations in future financial years; or
- (c) the consolidated entity's state of affairs in future financial years.

Note 22: Related Party Transactions

Transactions between related parties are on normal commercial terms and conditions no more favourable than those available to other parties unless otherwise stated.

(a) Key Management Personnel

Information on remuneration of Directors and Key Management Personnel during the financial period is disclosed in the Remuneration Report section of the Directors Report.

Kelly Shumway is a 50% shareholder of KM Real Estate Enterprises LLC. The Company entered into an Administrative Services Agreement with KM Real Estate Enterprises LLC and has paid KM Real Estate Enterprises LLC approximately \$5,352 as payment for rental of office and warehouse space and provision of office and accounting services at 1300 S Highway 191, Moab, Utah.

Kelly Shumway is a shareholder and managing partner of Reliance Resources LLC. The Company has paid Reliance Resources LLC approximately \$186,890 for rotary and diamond drilling services at the Company's Daneros Uranium Project.

Messrs Cross, Hasleby and Sciano are directors of Golden State Resources Limited. The Company entered into an Administrative Services Agreement with Golden State Resources Limited for the provision of office and accounting services at 181 Roberts Road, Subiaco Western Australia for which the Company has paid approximately \$15,681.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Richard Sciano is a director and 100% shareholder of Auctor Group Pty Ltd. The Company has paid approximately \$10,999 (excluding GST) to Auctor Group Pty Ltd as payment for office rental at 181 Roberts Road, Subiaco Western Australia, which was arranged by Golden State Resources Limited pursuant to the above Administrative Services Agreement.

Other than as above and outlined in the Directors Report, there were no other transactions of directors and director related entities during the year.

(b) Wholly Owned Group

The wholly owned group consists of White Canyon Uranium Limited and its wholly owned controlled entities. Ownership interests in the controlled entities are set out in Note 11. Transactions between White Canyon Uranium Limited and its wholly owned group during the year end 30 June 2008 consisted of non current interest free loans advanced by the parent entity.

(c) Associated Companies

During the year the group was de-consolidated from Golden State Resources Ltd. Transactions between the group and Golden State Resources Limited prior to its de-consolidation consisted of non current interest free loans advanced by the parent entity which have all been repaid as at balance date. Since de-consolidation transactions between the group and Golden State Resources Limited have been limited to recharges of office occupancy costs and other administrative costs totalling \$35,574 (2007: Nil).

(d) Other Related Parties

There are no other related party transactions.

(e) Controlling Entity

The ultimate parent entity in the wholly owned group is White Canyon Uranium Limited.

Note 23: Financial Instruments

The Consolidated Group's financial instruments consist of mainly of deposits with banks, short term investments and accounts receivable and payable. The main risks the Consolidated Group is exposed to through its financial instruments are interest rate risk, foreign currency risk and credit risk

(a) Interest rate risk

The Consolidated Group's exposure to interest rate risk, which is the risk that a financial instrument will fluctuate as a result of changes in market interest rates and effective average interest rates on those financial assets and liabilities, is set out below.

CONSOLIDATED GROUP

	Weighted Average Interest Rate %	Floating Interest Rate \$	Fixed Interest Rate Within 1 Year \$	Fixed Interest Rate Within 1-5 Years \$	Non-Interest Bearing \$	Total \$
2008						
Financial Assets:						
Cash	6.70	2,628,644	4,625,000	-	-	7,253,644
Receivables	-	-	-	-	131,149	131,149
Other financial assets	-	-	-	-	7,500	7,500
Total financial assets		2,628,644	4,625,000	-	138,649	7,392,293
Financial Liabilities:						
Payables	-	-	-	-	59,939	59,939
Total financial liabilities		-	-	-	59,939	59,939
Net financial assets		2,628,644	4,625,000	-	78,710	7,332,354

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 23: Financial Instruments (continued)

	Weighted Average Interest Rate %	Floating Interest Rate \$	Fixed Interest Rate Within 1 Year \$	Fixed Interest Rate Within 1-5 Years \$	Non-Interest Bearing \$	Total \$
2007						
Financial Assets:						
Cash	-	-	-	-	-	-
Receivables	-	-	-	-	-	-
Other financial assets	-	-	-	-	-	-
Total financial assets		-	-	-	-	-
Financial Liabilities:						
Payables	-	-	-	-	290,679	290,679
Total financial liabilities		-	-	-	290,679	290,679
Net financial assets		-	-	-	(290,679)	(290,679)

	2008 \$	2007 \$
Reconciliation of Net Financial Assets to Net Assets		
Net financial assets as above	7,332,354	(290,679)
Other current assets	1,249	-
Plant and equipment	13,178	-
Exploration and evaluation expenditure	21,190,637	272,373
Net assets per balance sheet	28,537,418	(18,306)

PARENT ENTITY

	Weighted Average Interest Rate %	Floating Interest Rate \$	Fixed Interest Rate Within 1 Year \$	Fixed Interest Rate Within 1-5 Years \$	Non-Interest Bearing \$	Total \$
2008						
Financial Assets:						
Cash	6.70	2,483,498	4,625,000	-	-	7,108,498
Receivables	-	-	-	-	21,372,862	21,372,862
Other financial assets	-	-	-	-	7,632	7,632
Total financial assets		2,483,498	4,625,000	-	21,380,494	28,488,992
Financial Liabilities:						
Payables	-	-	-	-	59,753	59,753
Total financial liabilities		-	-	-	59,753	59,753
Net financial assets		2,483,498	4,625,000	-	21,320,741	28,429,239

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 23: Financial Instruments (continued)

	Weighted Average Interest Rate %	Floating Interest Rate \$	Fixed Interest Rate Within 1 Year \$	Fixed Interest Rate Within 1-5 Years \$	Non-Interest Bearing \$	Total \$
2007						
Financial Assets:						
Cash	-	-	-	-	-	-
Receivables	-	-	-	-	-	-
Other financial assets	-	-	-	-	132	132
Total financial assets		-	-	-	132	132
Financial Liabilities:						
Payables	-	-	-	-	95,953	95,953
Total financial liabilities		-	-	-	95,953	95,953
Net financial assets		-	-	-	(95,821)	(95,821)

	2008 \$	2007 \$
Reconciliation of Net Financial Assets to Net Assets		
Net financial assets as above	28,429,239	(95,821)
Other current assets	1,249	-
Plant and equipment	-	-
Exploration and evaluation expenditure	209,317	95,822
Net assets per balance sheet	28,639,805	1

(b) Sensitivity Analysis

At 30 June 2008, if interest rates had changed by +/- 200 basis points from the weighted average rate for the year with all other variables held constant, post-tax loss for both the Group and the parent entity would have been \$52,573 and \$49,670 lower/higher respectively (2007 - \$Nil lower/higher for both group and parent) as a result of lower/higher interest income from cash and cash equivalents.

(c) Foreign Currency Risk

The Consolidated Group is exposed to fluctuations in foreign currencies arising from the purchase of goods and services in currencies other than the Consolidated Group's measurement currency.

(d) Credit Risk

The maximum exposure to credit risk, excluding the value of any collateral or other security, at balance date to recognised financial assets is the carrying amount as disclosed in the balance sheet and the notes to the financial statements. The Consolidated Group does not have any material credit risk exposure to any single receivable or group of receivables under financial instruments entered into by the Consolidated Group.

(e) Net Fair Values

The net fair value of financial assets and liabilities of the Consolidated Group approximated their carrying amount. Listed investments have been valued at the quoted market bid price at balance date, adjusted for transaction costs expected to be incurred.

The Consolidated Group has no financial assets and liabilities where the carrying amount exceeds the net fair value at balance date.

The aggregate net fair values and carrying amounts of financial assets and financial liabilities are disclosed in the balance sheet and notes to the financial statements.

WHITE CANYON URANIUM LIMITED
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2008

Note 24: Commitments for Expenditure

Exploration Expenditure

With respect to the tenements in United States, the company is committed to meet the annual tenement rental commitments of US\$36,640 payable to the U.S. Department of the Interior Bureau of Land Management and the Utah Trust Lands Administration.

Note 25: Company Details

The registered office and principal place of business is:

Level 1, 181 Roberts Road, Subiaco, Western Australia, 6008.

Note 26: New Accounting Standards and Interpretations Issued but not yet Effective

Certain new accounting standards and interpretations have been published that are not mandatory for 30 June 2008 reporting periods. The Company's assessment of the impact of new standards and interpretations that may affect the Company is set out below.

- (i) AASB 8 *Operating Segments* and AASB 2007-3 *Amendments to Australian Accounting Standards arising from AASB 8*

AASB 8 and AASB 2007-3 are effective for annual reporting periods commencing on or after 1 January 2009. AASB 8 will result in a significant change in the approach to segment reporting, as it requires adoption of a 'management approach' to reporting on financial performance. The information being reported will be based on what the key decision makers use internally for evaluating segment performance and deciding how to allocate resources to operating segments. The Company has not yet decided when to adopt AASB 8. Application of AASB 8 may result in different segments, segment results and different types of information being reported in the segment note of the financial report. However, at this stage, it is not expected to affect any of the amounts recognised in the financial statements.

- (ii) Revised AASB 123 *Borrowing Costs* and AASB 2007-6 *Amendments to Australian Accounting Standards arising from AASB 123* [AASB 1, AASB 101, AASB 107, AASB 111, AASB 116 & AASB 138 and Interpretations 1 & 12]

The revised AASB 123 is applicable to annual reporting periods commencing on or after 1 January 2009. It has removed the option to expense all borrowing costs and - when adopted - will require the capitalisation of all borrowing costs directly attributable to the acquisition, construction or production of a qualifying asset. There will be no impact on the financial report of the Company, as the Company does not have any borrowings.

- (iii) Revised AASB 101 *Presentation of Financial Statements* and AASB 2007-8 *Amendments to Australian Accounting Standards arising from AASB 101*

A revised AASB 101 was issued in September 2007 and is applicable for annual reporting periods beginning on or after 1 January 2009. It requires the presentation of a statement of comprehensive income and makes changes to the statement of changes in equity, but will not affect any of the amounts recognised in the financial statements. If an entity has made a prior period adjustment or has reclassified items in the financial statements, it will need to disclose a third balance sheet (statement of financial position), this one being as at the beginning of the comparative period. The Company intends to apply the revised standard from 1 July 2009.

**WHITE CANYON URANIUM LIMITED
DIRECTORS' DECLARATION**

The Directors declare that the financial statements and notes set out on pages 14 to 33 are in accordance with the Corporations Act 2001, including:

1. (a) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
(b) giving a true and fair view of the Company's and Consolidated Entity's financial position as at 30 June 2008 and of their performance for the financial year ended on that date.
2. The Chief Executive Officer and Chief Finance Officer have each declared that:
 - (a) the financial records of the Company for the financial year have been properly maintained in accordance with section 286 of the Corporations Act 2001;
 - (b) the financial statements and notes for the financial year comply with the Accounting Standards; and
 - (c) the financial statements and notes for the financial year give a true and fair view.
3. In the Directors' opinion, there are reasonable grounds to believe that the Company will be able to pay its debts as and when they become due and payable.

This declaration is made in accordance with a resolution of the Directors.



John Hasleby
Managing Director

Dated this 26th day of September 2008

RSM Bird Cameron Partners

Chartered Accountants

8 St Georges Terrace Perth WA 6000
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INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF

WHITE CANYON URANIUM LIMITED

Report on the Financial Report

We have audited the accompanying financial report of White Canyon Uranium Limited ("the company"), which comprises the balance sheet as at 30 June 2008 and the income statement, statement of changes in equity and cash flow statement for the year ended on that date, a summary of significant accounting policies, other explanatory notes and the directors' declaration of the consolidated entity comprising the company and the entities it controlled at the year's end or from time to time during the financial year.

Directors' Responsibility for the Financial Report

The directors of the company are responsible for the preparation and fair presentation of the financial report in accordance with Australian Accounting Standards (including the Australian Accounting Interpretations) and the *Corporations Act 2001*. This responsibility includes establishing and maintaining internal control relevant to the preparation and fair presentation of the financial report that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances. In Note 1, the directors also state, in accordance with Accounting Standard AASB 101 *Presentation of Financial Statements*, that compliance with the Australian equivalents to International Financial Reporting Standards ensures that the financial report, comprising the financial statements and notes, complies with International Financial Reporting Standards.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial report based on our audit. We conducted our audit in accordance with Australian Auditing Standards. These Auditing Standards require that we comply with relevant ethical requirements relating to audit engagements and plan and perform the audit to obtain reasonable assurance whether the financial report is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial report. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial report, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial report in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Liability limited by a
scheme approved under
Professional Standards
Legislation

Major Offices in:
Perth, Sydney, Melbourne,
Adelaide and Canberra
ABN 36 965 185 036

RSM Bird Cameron Partners is an
independent member firm of RSM
International, an affiliation of independent
accounting and consulting firms.



Independence

In conducting our audit, we have complied with the independence requirements of the *Corporations Act 2001*.

Auditor's Opinion

In our opinion:

- (a) the financial report of White Canyon Uranium Limited is in accordance with the *Corporations Act 2001*, including:
- (i) giving a true and fair view of the company's and consolidated entity's financial position as at 30 June 2008 and of their performance for the year ended on that date; and
 - (ii) complying with Australian Accounting Standards (including the Australian Accounting Interpretations) and the Corporations Regulations 2001; and
- (b) the financial report also complies with International Financial Reporting Standards as disclosed in Note 1.

Report on the Remuneration Report

We have audited the Remuneration Report contained in the directors' report for the financial year ended 30 June 2008. The directors of the company are responsible for the preparation and presentation of the Remuneration Report in accordance with section 300A of the *Corporations Act 2001*. Our responsibility is to express an opinion on the Remuneration Report, based on our audit conducted in accordance with Australian Auditing Standards.

Auditor's Opinion

In our opinion the Remuneration Report of White Canyon Uranium Limited for the financial year ended 30 June 2008 complies with section 300A of the *Corporations Act 2001*.

RSM Bird Cameron Partners

RSM BIRD CAMERON PARTNERS
Chartered Accountants

D J Wall

D J WALL
Partner

Perth, WA

Dated: 26 SEPTEMBER 2008

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WHITE CANYON URANIUM LIMITED

SHAREHOLDER INFORMATION

SHAREHOLDER INFORMATION

(as at 18th September 2008)

STATEMENT OF SHAREHOLDERS

- (i) Number of shareholders: 694
- (ii) Ordinary shares issued: 183,132,305
- (iii) The twenty largest shareholders hold 157,076,480 ordinary shares representing 86% of the issued capital
- (iv) Distribution schedule of holdings

NO OF SHARES	NO OF HOLDERS
1 – 1,000	104
1,001 - 5,000	187
5,001 – 10,000	98
10,001 – 100,000	238
100,001 and over	67

- (v) Shareholders with less than a marketable parcel: 227

SUBSTANTIAL SHAREHOLDERS

GOLDEN STATE RESOURCES LTD

51,670,000 shares representing 28.21%

MR MICHAEL DEAN SHUMWAY

45,670,000 shares representing 24.94%

VOTING RIGHTS OF ORDINARY SHARES

Each member presents in person, or by proxy, representative or attorney, has one vote on a show of hands and one vote per share on a poll for each share held. Each member is entitled to notice of, and to attend and vote at, general meeting.

STATEMENT PURSUANT TO ASX LISTING RULE 4.10.19

The Company has used the cash on hand at the time of its admission to the official list of the ASX in a way consistent with the Company's business objectives.

**WHITE CANYON URANIUM LIMITED
SHAREHOLDER INFORMATION**

TOP 20 HOLDERS OF ORDINARY FULLY PAID SHARES AT 17 SEPTEMBER 2008

	Shares Held	% of Issued Capital
1. GOLDEN STATE RESOURCES LIMITED	45,670,000	24.94
2. MR MICHAEL DEAN SHUMWAY	45,670,000	24.94
3. DEBIN NOMINEES PTY LTD <C & E FAMILY A/C>	8,620,000	4.71
4. SILVER KNIGHT HOLDINGS PTY LTD <GANDOSSO FAMILY A/C>	8,200,000	4.48
5. PROPETROCO INC	7,120,000	3.89
6. MISS ALEX WHITNEY ESQUIBEL	6,000,000	3.28
7. WESTERN NICKEL LTD	6,000,000	3.28
8. BUSINESS RESOLUTIONS LLC <BUSINESS RESOLUTIONS NOM A/C>	4,166,665	2.28
9. SAYERS INVESTMENTS (ACT) PTY LIMITED <THE SAYERS INVEST NO 2 A/C>	3,450,000	1.88
10. ANZ NOMINEES LIMITED <CASH INCOME A/C>	3,254,291	1.78
11. MR MICHAEL HENRY BYNUM	2,950,000	1.61
12. LEE WELL SERVICE INC	2,880,000	1.61
13. BALDIVIS PROPERTIES NO 1 PTY LTD <ANDIAMO A/C>	2,280,524	1.25
14. NUMBER 7 INVESTMENTS PTY LTD	2,000,000	1.09
15. DR ALLEN KEITH RACHEL & MRS LEONA K RACHEL <ALLEN & LEONA RACHEL A/C>	2,000,000	1.09
16. SILVER KNIGHT HOLDINGS PTY LTD	2,000,000	1.09
17. RAMORNIE LIMITED	1,315,000	0.72
18. SAYERS INVESTMENTS (ACT) PTY LIMITED <SAYERS INVESTMENT NO 2 A/C>	1,250,000	0.68
19. SILVER KNIGHT HOLDINGS PTY LTD	1,250,000	0.68
20. AS & JR LIBBIS PTY LTD <LIBBIS FAMILY A/C>	1,000,000	0.55
Total	157,076,480	85.77

STATEMENT OF OPTIONHOLDERS

- (v) Number of option holders: 372
- (vi) Options issued: 91,566,152
- (vii) The twenty largest option holders hold 78,811,532 options representing 86.07% of the issued capital
- (viii) Distribution schedule of holdings

NO OF OPTIONS	NO OF HOLDERS
1 – 1,000	66
1,001 - 5,000	98
5,001 – 10,000	39
10,001 – 100,000	127
100,001 and over	42

- (v) Option holders with less than a marketable parcel: 263

**WHITE CANYON URANIUM LIMITED
SHAREHOLDER INFORMATION**

TOP 20 HOLDERS OF OPTIONS AT 17 SEPTEMBER 2008

	Shares Held	% of Issued Capital
1. GOLDEN STATE RESOURCES LIMITED	22,835,000	24.94
2. MR MICHAEL DEAN SHUMWAY	11,000,000	12.01
3. NUMBER 7 INVESTMENTS PTY LTD	9,025,000	9.86
4. DEBIN NOMINEES PTY LTD <C & E FAMILY A/C>	4,310,000	4.71
5. SILVER KNIGHT HOLDINGS PTY LTD <GANDOSS FAMILY A/C>	4,100,000	4.48
6. MS NICOLE GALLIN & MR KYLE HAYNES <GH SUPER FUND A/C>	4,000,000	4.37
7. SILVER KNIGHT HOLDINGS PTY LTD	3,322,679	3.63
8. MISS ALEX WHITNEY ESQUIBEL	3,000,000	3.28
9. BUSINESS RESOLUTIONS LLC <BUSINESS RESOLUTIONS NOM A/C>	2,083,333	2.28
10. MR KYLE BRADLEY HAYNES	2,025,000	2.21
11. SAYERS INVESTMENTS (ACT) PTY LIMITED <THE SAYERS INVESTMENT NO 2 A/C>	1,712,500	1.87
12. ANZ NOMINEES LIMITED <CASH INCOME A/C>	1,648,020	1.80
13. CLEO HOLDINGS PTY LTD	1,600,000	1.75
14. NUMBER 7 INVESTMENTS PTY LTD <SUPERANNUATION FUND A/C>	1,500,000	1.64
15. MR MICHAEL HENRY BYNUM	1,475,000	1.61
16. BALDIVIS PROPERTIES NO 1 PTY LTD <ANDIAMO A/C>	1,225,000	1.34
17. MR GEOFF BARNES	1,000,000	1.09
18. DR ALLEN KEITH RACHEL & MRS LEONA K RACHEL <ALLEN & LEONA RACHEL A/C>	1,000,000	1.09
19. SILVER KNIGHT HOLDINGS PTY LTD	1,000,000	1.09
20. MRS JULIE MAREE BARNES	950,000	1.04
Total	78,811,532	86.07

**WHITE CANYON URANIUM LIMITED
PROJECT SCHEDULE**

Project	Tenements	WCU's Interest
Thompsons Uranium, Utah	UMC379057 – UMC379262, ML49892, ML49893, ML49951, ML49952	100%
Daneros Uranium, Blanding, Utah	UMC354035 – UMC354039, UMC371578 – UMC371581, UMC376095 – UMC376097, UMC406684 - UMC406694	100%
Geitus Uranium, Blanding, Utah	UMC354040 – UMC354045, ML51442	100%
Blue Jay Uranium, Blanding, Utah	UMC373347 – UMC373351, UMC376089 – UMC376091, UMC378410, UMC407005 – UMC407009	100%
Marcy & Look Uranium, Blanding, Utah	UMC396667 – UMC396682, UMC407010 – UMC407035, UMC407105,	100%

The information in this report that related to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by John Hasleby who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Hasleby is the Managing Director for the Company and has sufficient experience that is relevant to the styles of mineralization and types of deposit under consideration and to the activities that 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 Hasleby consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.