

MEDIA/ASX RELEASE

3 December 2010

IANNA GOLD PROJECT UPDATE

HIGHLIGHTS

- **Wide zones of gold mineralisation delineated in trenches at Stone Hill prospect**
- **Trenches confirm location and trends of gold-in-soil anomalies at Stone Hill prospect**
- **Tracked mounted RC Drill Rig scheduled to commence drilling mid January 2011**

Uramet Minerals Limited (ASX: URM) is pleased to announce results from a trench sampling programme at its Ianna Gold Project in north western Guyana. The trenching was undertaken at the Stone Hill prospect from which Uramet had collected 633 two metre channel samples from ten trenches in September and October 2010. The trenches were designed to test the previously reported gold-in-soil anomalies.

Intercepts above 1 g/t Au are presented in Table 1 as follows:

Table 1: Intercepts >1.0 g/t Au, <4m Internal Dilution				
Trench	From	To	Length m	Au g/t
TSH02A	44	48	4	2.01
TSH03A	54	62	8	1.97
TSH03B	10	20	10	2.69
TSH04C	28	34	6	3.82
TSH04D	12	16	4	3.90
TSH05A	34	38	4	4.26
TSH05B	2	6	4	1.74
TSH05B	18	22	4	1.67
TSH05C	4	10	6	2.41
TSH05C	18	22	4	1.29
TSH06	16	22	6	1.55
TSH06	38	44	6	4.35

In addition to these very encouraging intercepts the real significance of the results is apparent from consideration of gold mineralisation above 0.1 g/t Au. These intercepts are shown in Table 2 and are averaged over the full width of the zones delineated by the composite trenches.

Table 2: Intercepts >0.1 g/t Au, <4m Internal Dilution				
Trench	From	To	Length m	Au g/t
TSH01	26	42	16	0.33
TSH02	0	86	86	0.37
TSH03	0	82	82	0.78
TSH04	0	168	168	0.64
TSH05	30	128	98	0.80
TSH06	0	84	84	1.05
TSH07	2	12	10	0.18
TSH08	0	42	42	0.43
TSH09	8	14	6	0.30
TSH10	0	14	14	0.31

These wide intercepts confirm the premise that gold mineralisation at Ianna is developed over great widths indicating potential for the delineation of a large tonnage low grade resource. In particular, the intercepts in TSH02 – 03, TSH04 – 05 and TSH06 - 08 suggest continuity over strike lengths of at least 150m in each of the three locations and confirm the location and mineralisation trends interpreted from the gold-in-soil anomalies previously reported.

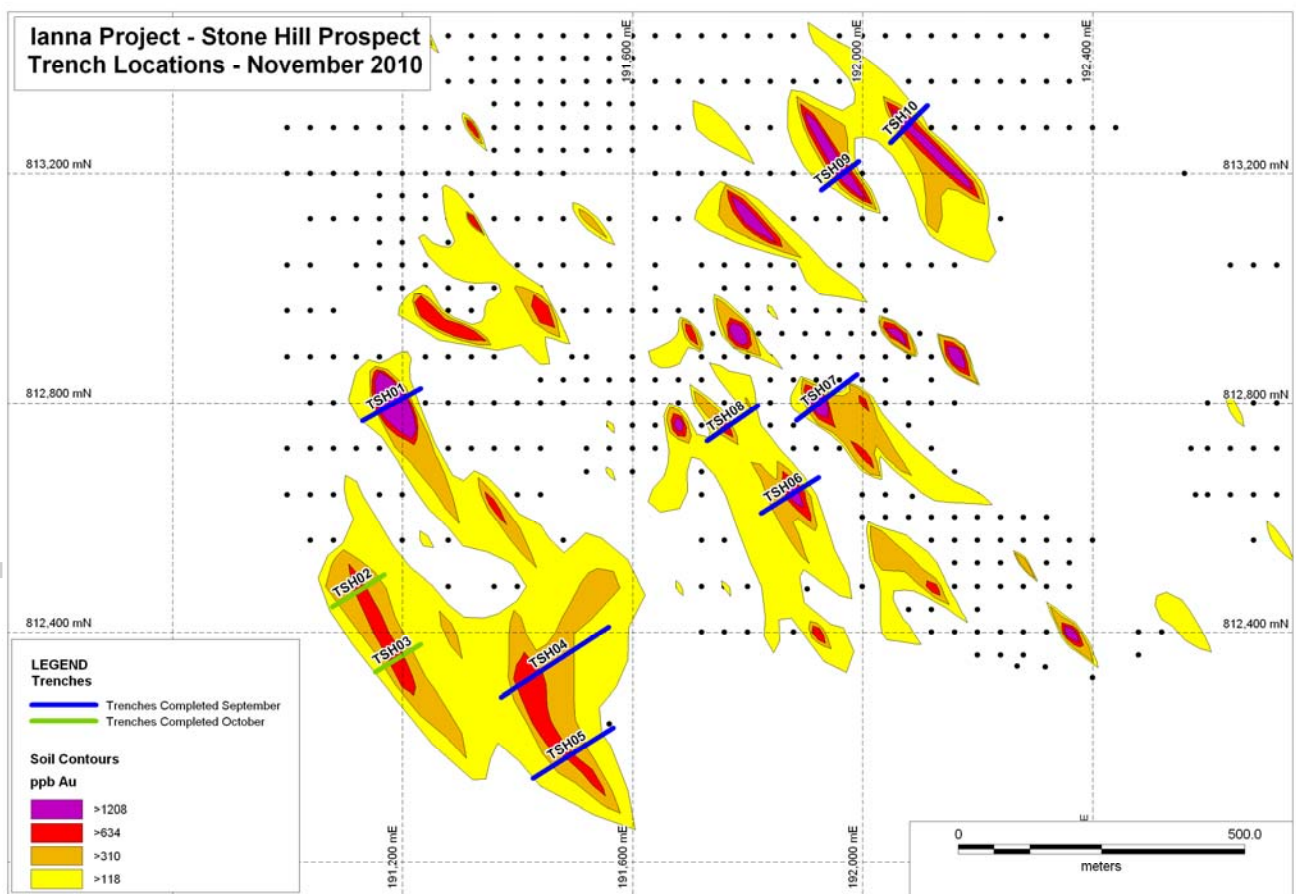
Uramet Executive Chairman, Mr Sam Randazzo said “Trenching results from the Stone Hill prospect and data retrieved from previous explorers’ work at Kings Ransom and Chow Wow prospects show significant broad gold intercepts. These three prospects combine to provide considerable encouragement for the upcoming drilling programme to confirm the potential for a large tonnage resource at the Ianna Gold Project”.

Trenches TSH01, 07, 09 and TSH10 also targeted strong gold-in-soil anomalies. However, the sample results from these four trenches do not support the surface anomalies. Further sub-surface sampling work will be undertaken to better resolve these obvious mineralised trends delineated by gold-in-soil values.

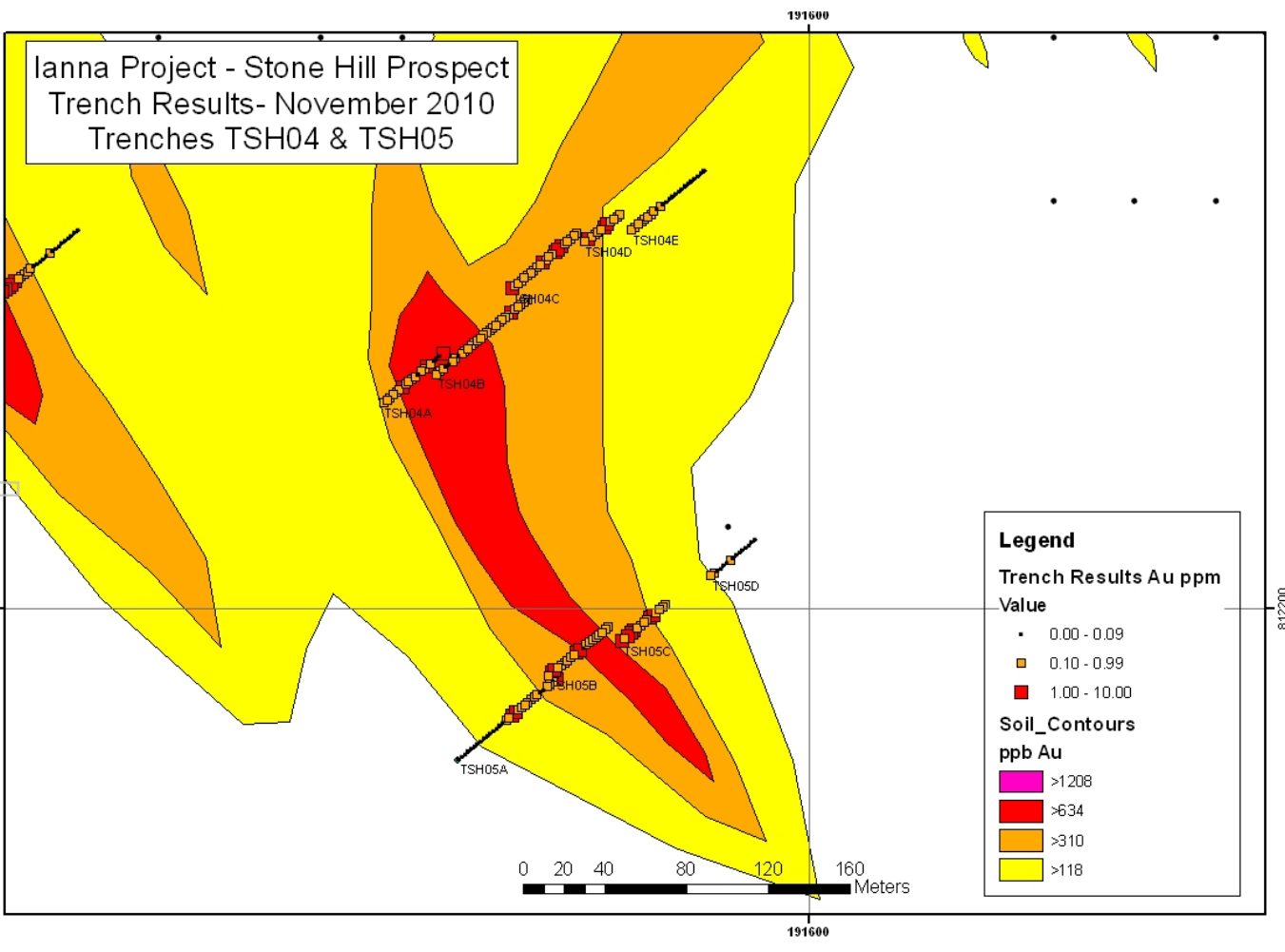
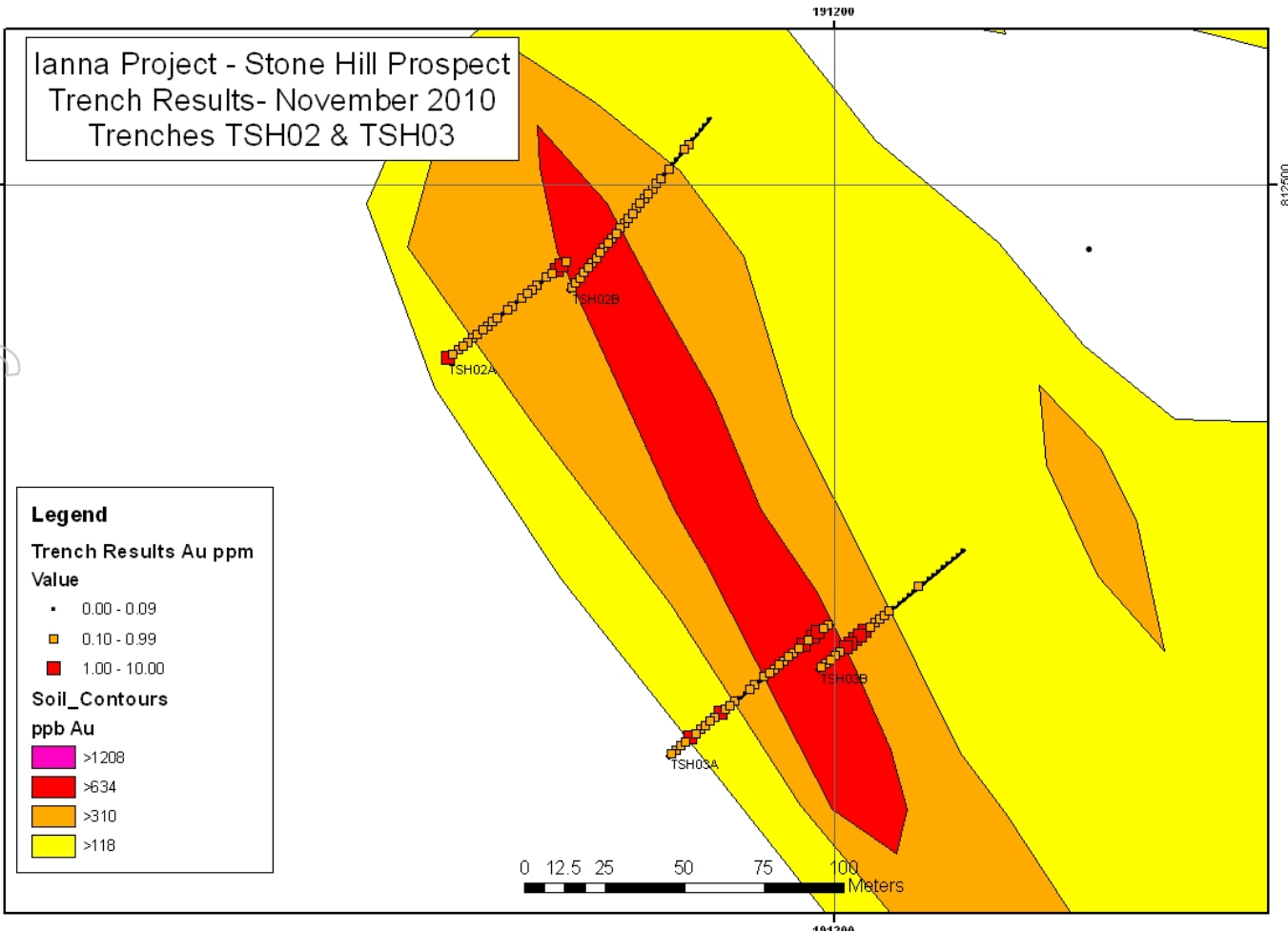
Preparation work for RC drilling at the Chow Wow and Kings Ransom prospects has already been completed. Additional drill sites will now be prepared at the Stone Hill prospect to test the three new zones delineated by trenching.

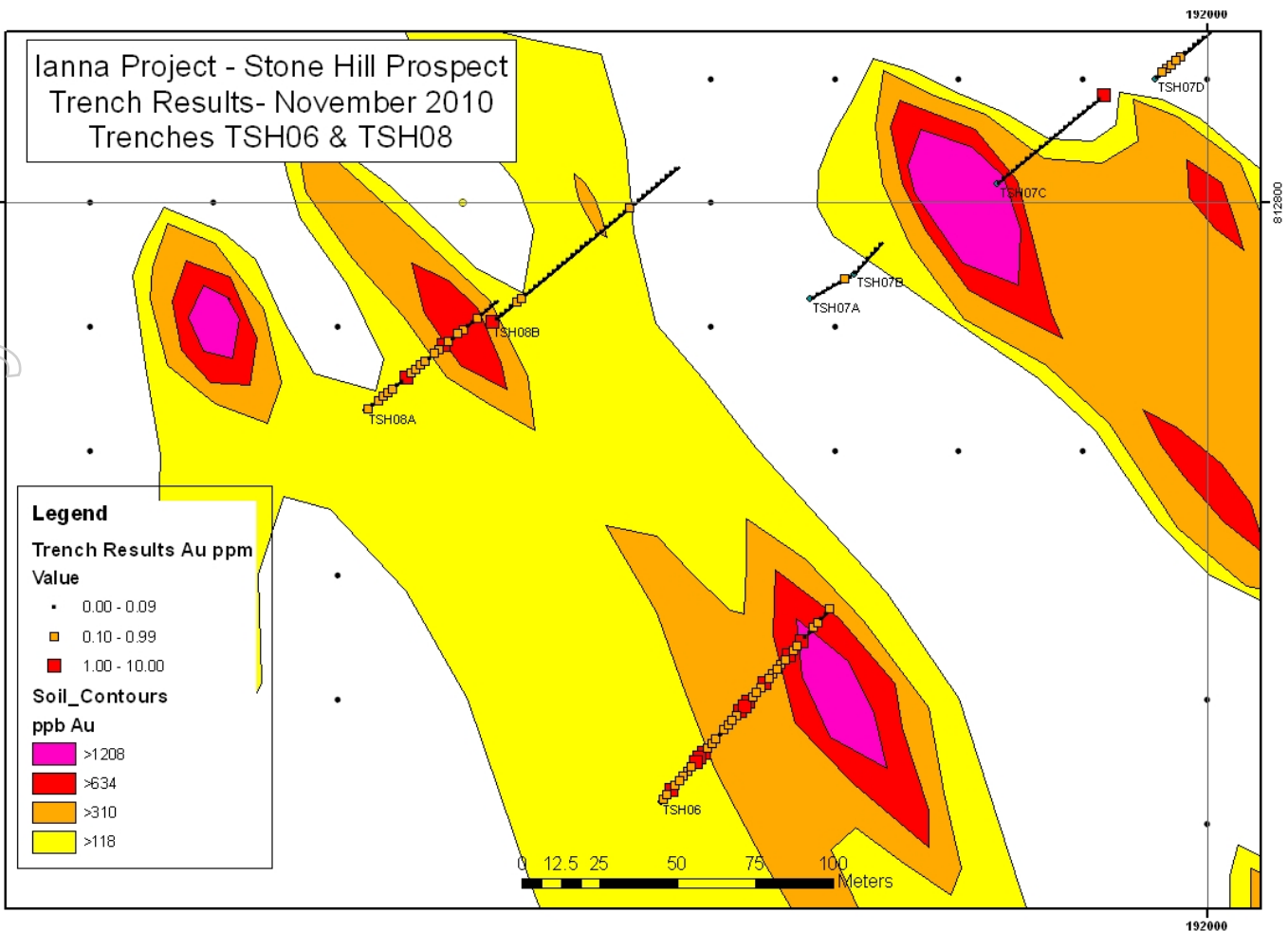
Initial drilling will comprise a 2,000 metre reverse circulation (RC) drilling programme to confirm the potential for a large tonnage gold resource. If the initial drilling programme confirms this potential, drilling will be extended to delineate resources.

The track mounted RC drill rig contracted from International Drilling Services is now due to arrive in Guyana on 19 December. Allowing for mobilisation from Georgetown to site and the holiday season, drilling is now scheduled to commence in mid January 2011.



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Background

The Ianna Gold Project is located in the northwest of Guyana. Uramet currently holds a 50% joint venture interest with a call option, expiring on 30 April 2012, to increase this interest to 75%. The Ianna Joint Venture (JV) currently comprises thirteen mining permits. In addition, the JV has secured rights to a number of pre-existing small claims that lie within the JV's mining permits and straddle key areas of interest. There has been minimal modern systematic exploration within these permit areas.

Uramet has identified a number of drill ready targets, and planning is well advanced to undertake an initial 2,000 metre drilling programme to determine the potential for large tonnage resources. Given the strike lengths, as indicated by historical artisanal mining, trenching and drilling by previous companies, and trenching by Uramet, the potential for the delineation of large tonnage gold resources is strongly indicated. The initial RC drilling programme will test the mineralised zones identified at the Chow Wow, Kings Ransom and Stone Hill prospects. Subject to the results of this initial drilling programme, resource drilling will follow.

Sampling Methodology

Trench samples were collected from channels within the sidewall of each trench. Each nominal 2kg sample was collected over a 2m length of the channel uniformly chipped from the northwest trench wall, 30 cm above the floor. Direction of sampling was from SW to NE. Samples are air freighted from Port Kaituma to Acme Laboratories in Georgetown. Preparation comprises crushing to -10 mesh thence sub-sample 250 grams and pulp to 85% passing -200 mesh (-74 μ) (Acme method R200-250). Gold only analysis is by aqua regia digestion thence ICP-MS detection on a 15gm charge (0.5ppb Au detection limit) (Acme method 3A01 method).

QAQC was implemented by taking 10% field duplicates, preparation at Acme Laboratories in Georgetown thence submission to Ultra Trace Laboratories in Perth. Au only analysis is by aqua regia digestion thence ICP-MS detection on a 20gm charge (1ppb Au detection limit) (Ultra Trace method AR001 method). Standards are inserted every 100th sample and analysed as part of the normal sample stream.

The information in this Report that relates to exploration results is based on information compiled by Mr Phil Fillis who is a Fellow of the Australasian Institute of Mining and Metallurgy. Mr Fillis is a geologist consulting to the company, with over 30 years experience as a geologist. Mr Fillis has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity for which he is undertaking to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Fillis consents to the inclusion in the report of the matters based on his information in the form and context in which it is used.

ENDS

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