



## COMPANY ANNOUNCEMENT / MEDIA RELEASE

### Rossing South Drilling and Exploration Update

**11 January 2010:** Extract Resources Ltd (ASX/TSX/NSX: EXT), a uranium exploration and development company with projects in Namibia, today announced updated exploration results from the massive Rossing South mineralised system, part of Extract's world-class Husab Uranium Project.

#### Highlights:

- **Infill resource definition drilling continues to return high grade intercepts**
- **All zones of uranium mineralisation still open at depth and along strike, in at least one direction.**
- **13 drill rigs operating on site, with additional rigs due on site in the next 4 to 6 weeks to accelerate exploration and resource definition efforts.**
- **Encouraging results from the RadonX survey programme**

The latest round of chemical assay results continues to set Rossing South apart as a truly impressive uranium project.

Extract Resources Chairman, Mr. Steve Galloway, said: *"We are pleased that we continue to return results with positive surprises at Rossing South – the quality of the original discovery continues to be confirmed, and if anything, gets better. We are conscious of the need to expand our regional exploration programme. Rossing South as defined for our feasibility study represents just a fraction of the prospective area. The RadonX survey results give us a useful indicator of where we should focus future exploration drilling, and the company is committed to this work.*

*He added "With the feasibility study on-going and enough cash to fund a new exploration programme – the company is well positioned to add substantial resources to our existing inventory over the next six months and beyond."*

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Chemical assay results not previously reported from recent drilling at Rossing South include:

Hole ID	From (m)	To (m)	Mineralised zones (U <sub>3</sub> O <sub>8</sub> )	
<b>Zone 1</b>				
RRC508	98	159	61m @	686ppm
RRC509	108	203	95m @	665ppm
RRC533	296	409	113m @	382ppm
RRC591	209	233	24m @	2349ppm
<b>Zone 2</b>				
RRC489	135	185	50m @	1618ppm
RRC528	136	227	91m @	854ppm
RRC576	146	211	65m @	1125ppm
RRC490	155	193	38m @	1699ppm
RRC584	120	195	75m @	770ppm
RDD086	207	230	23m @	2417ppm
<i>including</i>	214	217	3m @	11034ppm
<b>Zone 1&amp;2 'gap'</b>				
RDD077	453	486	33m @	1487ppm

A complete table of new results is included in Appendix 2.

### About Extract Resources

Extract Resources Ltd is an Australian-based uranium exploration and development company whose primary focus is in Namibia. The Company's principal asset is its 100% owned Husab Uranium Project which contains two known uranium deposit areas, Rossing South and Ida Dome. Extensive exploration potential also exists for new uranium discoveries in the region.

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# Rossing South Exploration Update

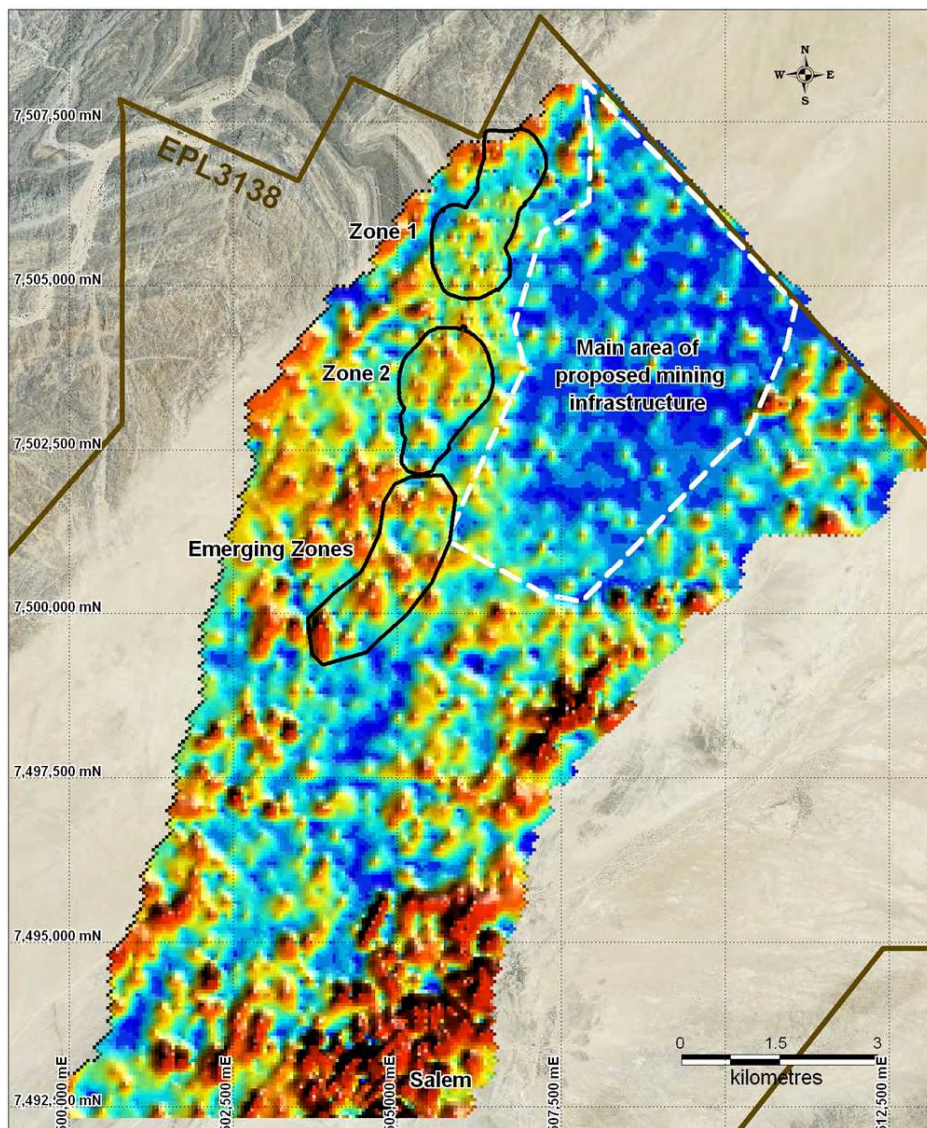
## General Exploration

A RadonX survey has been completed over the area of alluvial cover in the Rossing South area.

Radon anomalies, generated from the decay of uranium, will be used to define targets for future exploration drilling programs. Initial analysis of the results is encouraging and indicates large areas of anomalous radon flux to the south and west of the existing drilling. Further analysis of the results from the survey, and prioritization of the exploration targets, is ongoing. It is expected that drilling will commence at these target areas within the first quarter of 2010. It should be noted that these RadonX anomalies assist to identify exploration targets, but only subsequent drilling will determine if they reflect significant uranium mineralization as seen elsewhere in Rossing South.

A large area of weak or no RadonX response that lies to the east of Zones 1 and 2 has helped confirm that this area would be a suitable location for planned tailings storage, waste landforms and the process plant. A program of sterilization drilling is currently being carried out over this area.

Figure 1: Husab Project – Rossing South Prospect – Showing location of the recently completed RadonX survey over the area of alluvial cover at Rossing South. Areas of low Radon flux show as blue; areas of high Radon flux show as orange and red



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## Resource Definition Update – Zone 1 & Zone 2

Very encouraging results continue from infill resource definition drilling at Zones 1 and 2.

Drilling at Rossing South ceased on 18<sup>th</sup> December 2009 for the Christmas break. Four diamond rigs recommenced drilling on the 4<sup>th</sup> January. The remaining 2 diamond and 6 RC rigs are due to start drilling this week. Most rigs are dedicated to infill and resource extensional drilling over Zone 1 and 2 to define resources for conversion to reserves, and to collect samples for metallurgical test work, as part of the Rossing South Feasibility Study. One RC rig will be drilling exploration and sterilisation holes east of the known extents of mineralisation at Zone 1 and Zone 2. The others will be used for exploration.

The continuing flow of strong chemical assay results confirms the continuity and robust nature of the high grade granite hosted uranium mineralization at Rossing South. A list of recently received and previously unreported chemical assay results is shown in Appendix 2.

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled or reviewed by Mr Martin Spivey, who is a Member of The Australasian Institute of Mining and Metallurgy and Mr Andrew Penkethman who is a Member of the Australian Institute of Geoscientists. Mr Spivey and Mr Penkethman are both full time employees of the Company. Mr Spivey and Mr Penkethman have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are 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 Spivey and Mr Penkethman consent to the inclusion in this report of the matters based on their information in the form and context in which it appears.*

*Reference to hand held spectrometer results refers to use of a Company owned Exploranium, GR-135 Plus or Terraplus RS-125, hand held spectrometer. The uranium values are recorded by placing the unit on the bulk RC sample bags or individual trays of drill core and expressed as parts per million (ppm) eU which is equivalent to ppm U. Results from these units provide an indication of uranium mineralisation; they may also be affected by uranium mobility and disequilibrium. These factors should be considered when interpreting eU information whilst waiting for confirmation chemical assay results.*

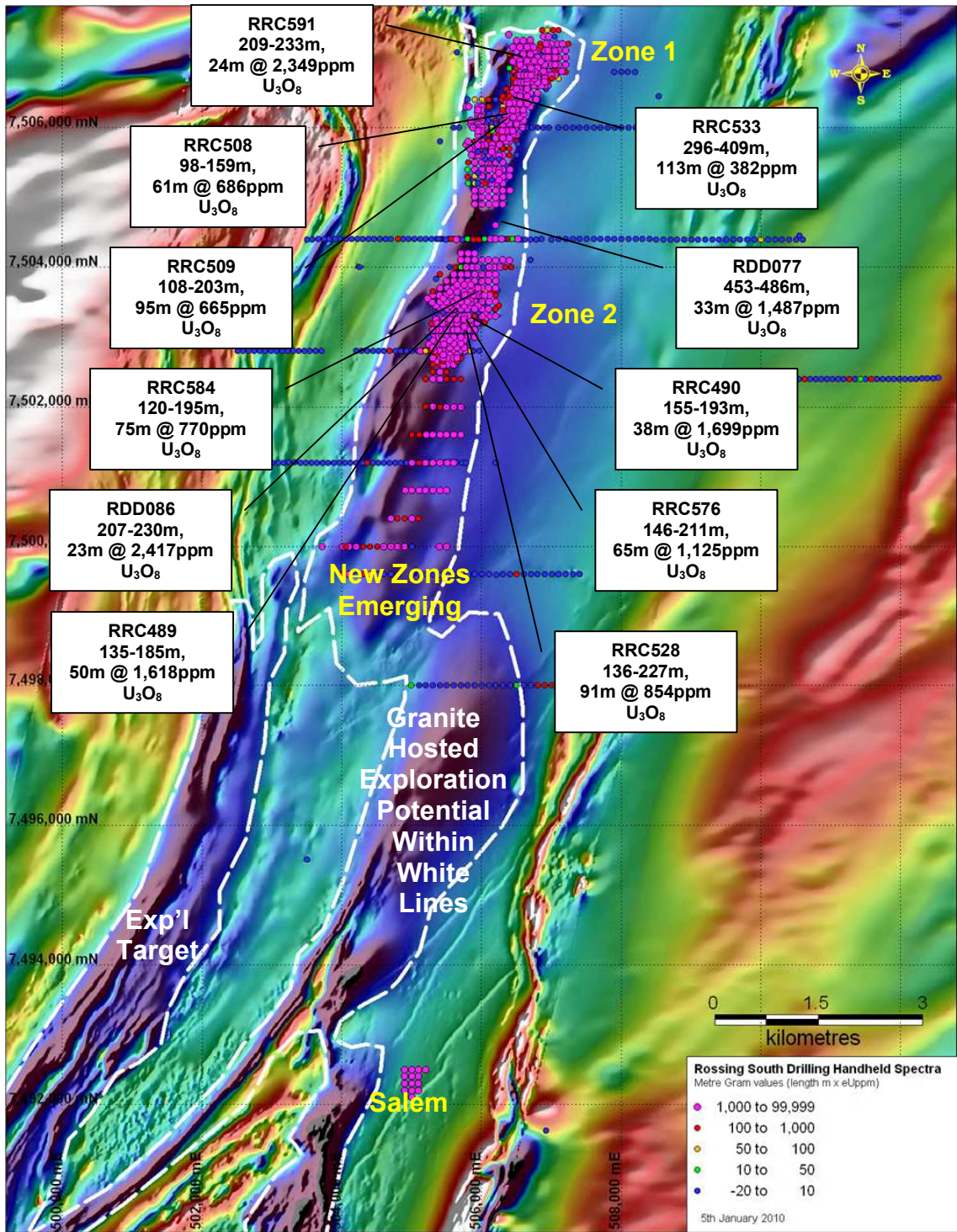
*This press release contains forward-looking statements based on current expectations. These forward-looking statements entail various risks and uncertainties that could cause actual results to differ materially from those reflected.*

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# APPENDIX 1

Figure 2: Husab Project – Rossing South Prospect – Drill hole location plan highlighting known resource areas (Zone 1 and 2), and exploration drilling being completed to the south. Total magnetic intensity image. Projection UTM WGS 84 Zone 33 South.



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**APPENDIX 2**  
**TABLE OF NEW RESULTS**

**Husab Project – Rossing South Prospect: RC and Diamond drill hole assay results.** Uranium intersections greater than 100 ppm U<sub>3</sub>O<sub>8</sub> over drill hole intersection widths of not less than 2 metres down hole width:

Prospect	Hole ID	Easting UTM WGS84 33 S	Northing UTM WGS84 33 S	Azi True (deg)	Dip (deg)	From (m)	To (m)	Width (m)	Grade (ppm U308)
Rossing South	RDD077	506204	7504604	270	-60	437	440	3	174
						453	486	33	1487
						492	494	2	260
						521	523	2	176
Rossing South	RDD086	505550	7503350	270	-60	207	230	23	2417
				Including		214	217	3	11034
Rossing South	RRC477	505000	7500400	270	-60	240	250	10	444
Rossing South	RRC479	505400	7502800	270	-60	79	88	9	162
						115	163	48	439
Rossing South	RRC480	505350	7503100	270	-60	113	131	18	253
						154	157	3	476
						168	177	9	306
Rossing South	RRC486	505500	7500000	270	-60	161	163	2	115
						275	295	20	447
						302	310	8	104
Rossing South	RRC488	505350	7503300	270	-60	81	84	3	252
						104	108	4	102
						114	151	37	1035
Rossing South	RRC489	505550	7503300	270	-60	100	107	7	587
						135	185	50	1618
						215	222	7	135
						250	252	2	249
Rossing South	RRC490	505750	7503300	270	-60	95	101	6	112
						120	123	3	858
						130	132	2	147
Rossing South	RRC490	505750	7503300	270	-60	155	193	38	1699
						223	259	36	693
						265	269	4	122
						307	309	2	211
Rossing South	RRC498	505750	7502950	270	-60	210	215	5	745
						244	286	42	421
				Including		244	273	29	572
				and		279	286	7	125
Rossing South	RRC499	505250	7502900	270	-60	80	85	5	232
						101	121	20	488

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Prospect	Hole ID	Easting UTM WGS84 33 S	Northing UTM WGS84 33 S	Azi True (deg)	Dip (deg)	From (m)	To (m)	Width (m)	Grade (ppm U308)
Rossing South	RRC500	505460	7502900	270	-60	99	107	8	334
						119	122	3	242
						128	131	3	714
						169	181	12	421
						195	207	12	446
Rossing South	RRC506	506500	7506050	270	-60	164	170	6	482
						261	265	4	187
						281	296	15	398
Rossing South	RRC507	505950	7506050	270	-60	66	75	9	102
						109	141	32	546
				Including		109	119	10	366
				and		125	141	16	859
						184	199	15	202
						225	227	2	374
Rossing South	RRC508	505850	7506050	90	-60	98	159	61	686
				Including		98	107	9	222
				and		116	149	33	1176
				and		156	159	3	162
						174	179	5	233
Rossing South	RRC509	505880	7506000	90	-60	73	75	2	125
						108	203	95	665
				Including		108	165	57	977
				and		173	178	5	881
				and		187	203	16	159
Rossing South	RRC510	506350	7506100	270	-60	58	71	13	135
						107	111	4	384
						117	122	5	266
Rossing South	RRC516	505550	7502750	270	-60	139	195	56	475
				Including		139	147	8	1172
				and		152	176	24	609
				and		184	195	11	195
						212	215	3	193
Rossing South	RRC517	505650	7502750	270	-60	217	219	2	109
Rossing South	RRC518	505750	7502850	270	-60	120	124	4	140
						229	231	2	328
						255	277	22	494
Rossing South	RRC519	505650	7502850	270	-60	176	180	4	297
Rossing South	RRC520	505550	7502850	270	-60	90	95	5	106
						131	144	13	140
						177	191	14	234
						212	217	5	170
Rossing South	RRC521	505320	7502800	270	-60	98	108	10	271
						123	148	25	112

Prospect	Hole ID	Easting UTM WGS84 33 S	Northing UTM WGS84 33 S	Azi True (deg)	Dip (deg)	From (m)	To (m)	Width (m)	Grade (ppm U308)
Rossing South	RRC523	505350	7503000	270	-60	98	103	5	249
						119	131	12	181
						139	141	2	103
						149	152	3	1712
Rossing South	RRC524	505550	7503000	270	-60	75	80	5	127
						131	148	17	168
						181	183	2	542
						191	214	23	313
						229	239	10	134
						248	251	3	228
Rossing South	RRC525	505350	7503150	270	-60	109	113	4	228
						127	130	3	239
Rossing South	RRC526	505450	7503150	270	-60	75	80	5	217
						119	122	3	419
						153	159	6	727
Rossing South	RRC527	505550	7503150	270	-60	104	197	93	583
				Including		104	117	13	111
				and		122	131	9	563
				and		136	146	10	1673
				and		151	154	3	350
				and		160	197	37	788
						246	254	8	127
Rossing South	RRC528	505750	7503150	270	-60	136	227	91	854
				Including		136	148	12	669
				and		154	167	13	1139
				and		177	183	6	1922
				and		191	194	3	284
				and		204	227	23	1806
Rossing South	RRC529	505850	7503150	270	-60	70	75	5	110
						195	203	8	250
						212	254	42	638
						282	290	8	299
Rossing South	RRC530	505570	7503200	270	-60	105	107	2	164
						154	189	35	597
						221	230	9	493
Rossing South	RRC531	505950	7506150	270	-60	73	75	2	562
						111	116	5	1351
						125	128	3	199
						136	139	3	226
Rossing South	RRC532	506000	7506150	270	-60	140	196	56	530
						208	213	5	2523
						253	255	2	287
Rossing South	RRC533	506550	7506150	270	-60	296	409	113	382





Prospect	Hole ID	Easting UTM WGS84 33 S	Northing UTM WGS84 33 S	Azi True (deg)	Dip (deg)	From (m)	To (m)	Width (m)	Grade (ppm U308)
Rossing South	RRC551	505660	7503100	270	-60	95	100	5	111
						112	145	33	603
				Including		112	114	2	221
				and		122	129	7	396
				and		134	145	11	1498
						156	162	6	222
						178	191	13	102
Rossing South	RRC552	505860	7503100	270	-60	198	210	12	665
						231	236	5	363
Rossing South	RRC554	505450	7503450	270	-60	156	186	30	1081
				Including		156	167	11	2432
				and		174	186	12	462
Rossing South	RRC555	505550	7503450	270	-60	55	60	5	117
						133	149	16	1616
Rossing South	RRC555	505550	7503450	270	-60	176	238	62	836
Rossing South	RRC561	505350	7502850	270	-60	91	115	24	541
				Including		91	96	5	131
				and		101	115	14	871
						136	138	2	544
						143	162	19	318
Rossing South	RRC562	505300	7502850	270		78	103	25	189
						109	114	5	316
						120	135	15	312
Rossing South	RRC571	505650	7503200	270	-60	130	154	24	296
						196	199	3	120
						215	222	7	191
Rossing South	RRC576	505750	7503250	270	-60	146	211	65	1125
Rossing South	RRC584	505950	7503650	270	-60	120	195	75	770
Rossing South	RRC591	506900	7506850	270	-60	209	233	24	2349

## Notes:

- Analyses on RC chips and ½ NQ drill core by Genalysis Laboratory Services, Perth. Uranium assays were carried out by Four Acid Digest/MS (AT/MS).
- Metal values (U) have been expressed as parts per million (ppm) U<sub>3</sub>O<sub>8</sub> converted to oxide values (U<sub>3</sub>O<sub>8</sub>) using a factor of 1.179 and rounded to zero decimal places. Note that 100 ppm U<sub>3</sub>O<sub>8</sub> is equivalent to 0.1 kg/t U<sub>3</sub>O<sub>8</sub>, which is 0.01% U<sub>3</sub>O<sub>8</sub>.
- Intersection widths are estimated to be approximately true width.
- Figures rounded to zero decimal places.