

## Reefton Signs Farm-In for Tanzania PLs

**Reefton Mining NL has signed a farm-in agreement with the holders of two prospecting licences covering a potentially uranium bearing sandstone in proximity to the town of Ngwale in Tanzania.**

The Liwale Project, as it is known, is composed of two contiguous Prospecting Licences - Reconnaissance (PLR 3723/2005 & PLR 3743/2005) that together cover approximately 1566sqkm in the Liwale District of Southern Tanzania.

The owners of the licences have advised that the licences may progress from reconnaissance to unrestricted prospecting licences by the payment of the initial annual licence fees. The accuracy and status of their representations, together with any further restrictions on the PLR's will be determined during the due diligence period.



Reefton operations in Africa

The Liwale Project is situated 60km to the southwest of the Liwale township, which in turn is located 350km to the southwest of Dar Es Salaam, the capital of Tanzania.

The Liwale Project sits along the southern margin of the Karoo basin, a unit that has become the target of uranium exploration by several companies including Western Metals Ltd and their JV partner Uranium Resources Plc, Sabre Resources Ltd, and Pan African Mining Corp.

Previous exploration in the Liwale area has been restricted to the work of Geosurvey International, and Uranerzbergbau on behalf of the Tanzanian Government in the late 1970's and early 1980's. During this earlier exploration work a number of anomalies were discovered which have become the focus of the current uranium exploration programs being conducted in Tanzania.

The uranium in sandstone model is the principal target within the Liwale project area. This model currently accounts for 30% of the known uranium deposits in Africa, and includes the Kayelekera deposit (Paladin Resources Ltd), in Malawi 400km to the west.

Reefton plans to engage a South African based mineral exploration consultant to conduct the initial due diligence and reconnaissance work on the Liwale Project. This stage will include a review of the status of the prospecting licences, obtaining regional geology and radiometric data sets, conducting preliminary reconnaissance exploration programmes and reporting on the same.

Preliminary reconnaissance will have an emphasis on identifying favourable factors relevant to the uranium in sandstone model and thus confirm the potential of uranium mineralisation and enrichment within the project areas.

The agreements are subject to the receipt of all necessary approvals and consents from the Commissioner of Mineral Resources of Tanzania.