

18 March 2005

Company Announcements Office
Australian Stock Exchange Limited
Level 4
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir / Madam

NEW URANIUM DISCOVERY

- **Four radiometric anomalies identified covering over 68 square kilometres in central Namibia, Africa.**
- **Significant radiometric response from ground truthing of the anomalies.**
- **Anomalies situated within close proximity to Rio Tinto's Rossing Uranium Mine and Paladin Resources Ltd's developing Langer Heinrich Uranium Deposit.**

The Board of Perth-based Reefton Mining NL is pleased to announce the Company has discovered a new uranium target at its wholly owned Erongo Polymetallic Project in central Namibia, Africa.

The Company has commenced radiometric surveying returning significant readings up to **94,320 counts per minute** thereby indicating the presence of **uranium bearing mineralisation**.

A total of four radiometric anomalies have been identified to date totaling an area of 68 square kilometres (km):

- A. "Vergenoeg", 12 km x 3 km
- B. "Sukses", 5 km x 1.2 km
- C. "Hakskeen", 8 km x 2 km
- D. "Hoopverloor", 7 km x 1.5 km

The series of radiometric anomalies occur within alluvial basins interpreted to have developed on palaeochannels similar to the developing Langer Heinrich uranium deposit owned by Paladin Resources Ltd located to the south of Hakskeen.



The Company is collecting soil samples from the radiometric anomalies and an RC drilling programme has also commenced at Hakskeen.

The Rossing Mine - owned by Rio Tinto - is the world's fifth largest uranium producer and is also located to the south of Hakskeen (see location map attached). It has produced about 70,000 tonnes of uranium since it opened in 1976.

Uranium Market

The uranium price has been rising and has increased 79% since 2003 from a annual month-end spot price average of US\$11.54 /lb to US\$21.75 /lb as at Feb-05 (according to The Ux Consulting Company, LLC – monitors the uranium market). The price has risen due to increased demand for uranium as a fuel for power generation.

There are numerous nuclear power stations under construction particularly in China which plans to build 27 plants by 2020, India which plans to build 17 reactors by 2012, and Russia which wants to build 25 plants by 2020 (according to the Energy Bulletin).

World demand is estimated to outpace supply by 11% in the decade ending in 2013 as inventories decline ("World Nuclear Association").

Uranium Geologist

Reefton also advises that it has engaged the services of Dr Christian Schlag who is an experienced uranium geologist. He has worked on a number of projects including the Oranje Free State project with Gold Fields of South Africa.

Yours faithfully

BS MOORE
Chairman

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This report accurately reflects information compiled by Mr G.R. Hemming, MAusIMM., MAIG., a Director of Roscoria Pty Ltd, who is a competent person as defined by the Australasian Code for Reporting of Identified Minerals Resources and Ore Reserves and accurately reflects the information compiled by the competent person.

