

AFRICAN ENERGY

AFRICAN ENERGY (P) LIMITED

INVESTOR UPDATE MAY 2007

Disclaimer Notice

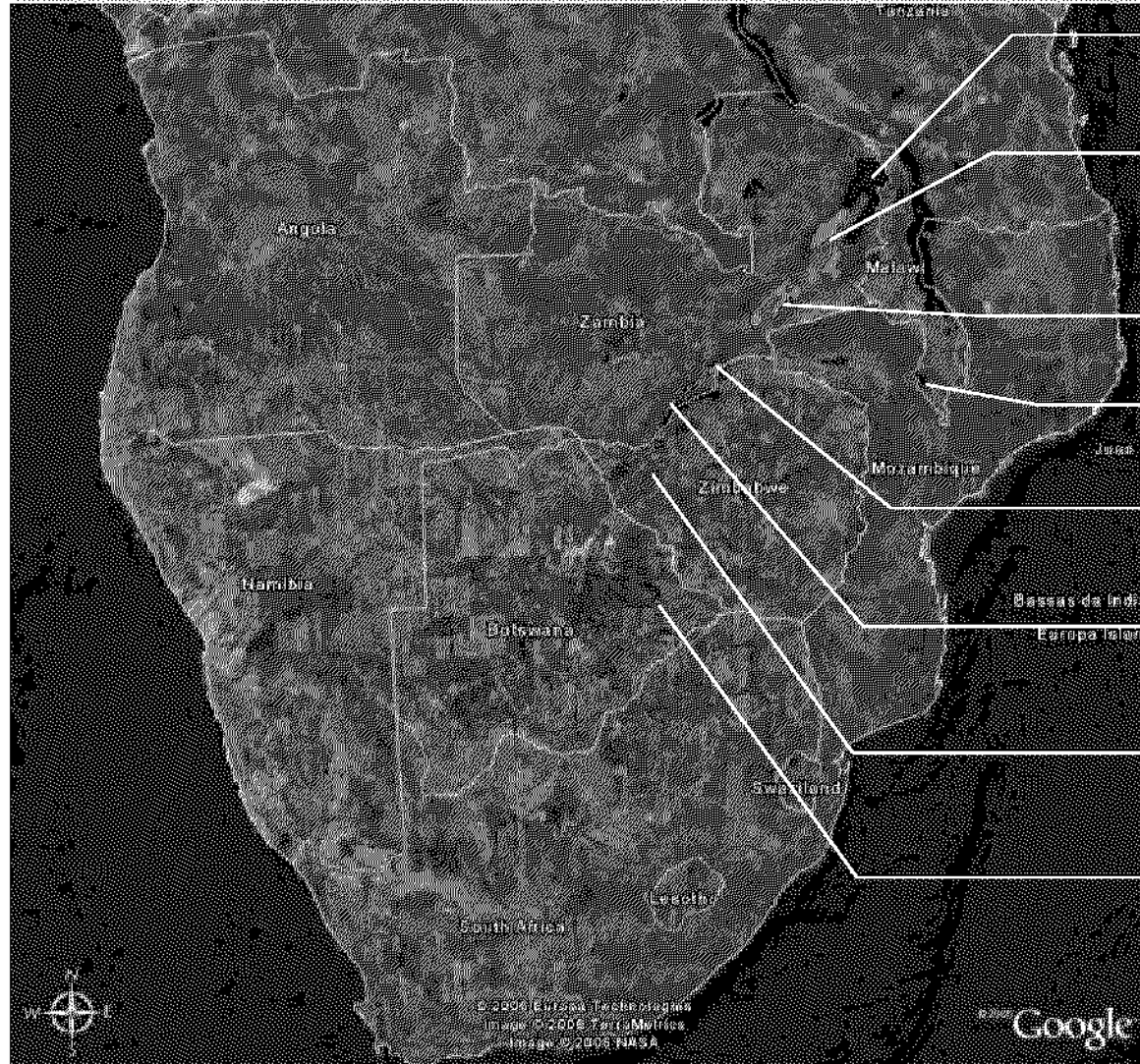
The information in this presentation is published to inform you about African Energy Resources (Guernsey) Limited (AFR) and activities of it and its subsidiaries.

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AFR Project Locations

Focus on southern Africa > 41,800km²



North Luangwa Valley, Zambia

Central Luangwa Valley, Zambia
(Albidon JV)

Luano Valley, Zambia (Albidon JV)

Majete and Rumphu, Malawi

Chirundu, Zambia (Albidon JV)

Kariba Valley, Zambia (Albidon JV)

Kariba Valley, Zimbabwe

Sese, Botswana



AFRICAN ENERGY
RESOURCES LIMITED

Company Overview

Management

Executive Chairman
Alasdair Cooke

Commercial Director
Bill Fry

Non-Executive Directors
Ian Duncan
Donal Windrim
Valentine Chitalu
Michael Curnow

Exploration/General Manager
Frazer Tabeart

Corporate/Financial
Brett Mitchell

Legal/Government
Olivia Woodland

Capital Structure

147,875,000 Ordinary Shares

12,225,000 Options (ESOP)

Cash raised from IPO – A\$5 million

Cash balance post IPO - A\$10.2 million

Current Share Price (close 3rd May) – A\$0.80

Market Cap Fully Diluted - A\$128 million

Major Shareholders

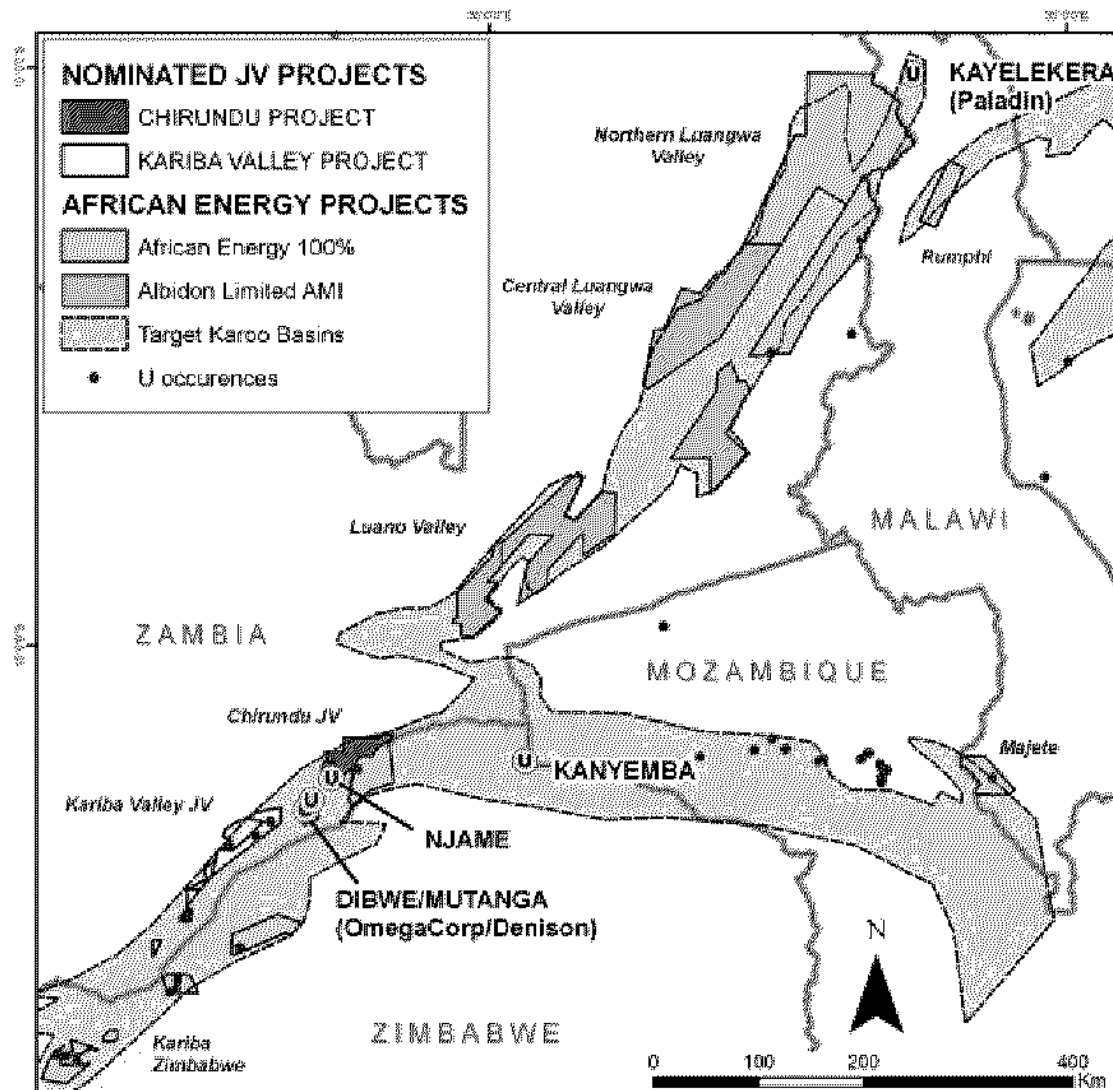
Energy Ventures Ltd (ASX: EVE) – 70.8%

Geologic Resource Fund Ltd

African Lion 2 Ltd

RAB Special Situations Fund Ltd

A major play in the Karoo Basin Uranium Province



AFR holds tenements over a large portion (>41,800 km²) of the emerging Karoo Basin Uranium Province.

The Karoo rifts contain sandstone hosted uranium deposits such as Kayelekera (>15,000t U₃O₈), Dibwe, Mutanga, Njame and Kanyemba, as well as numerous prospects from Tanzania through to Botswana.

Also host to extensive coal seams and coalbed methane prospects.

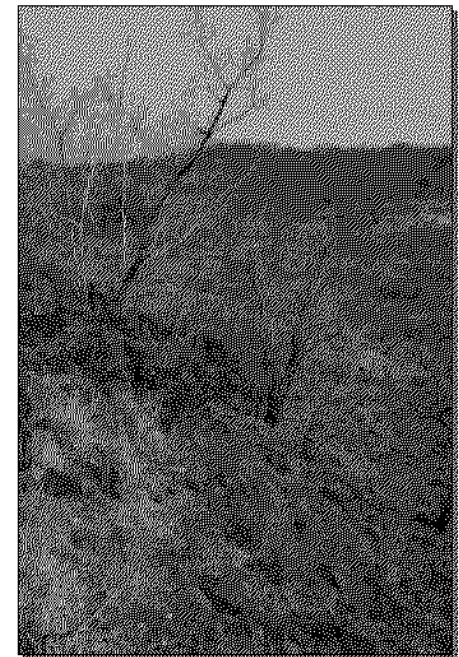
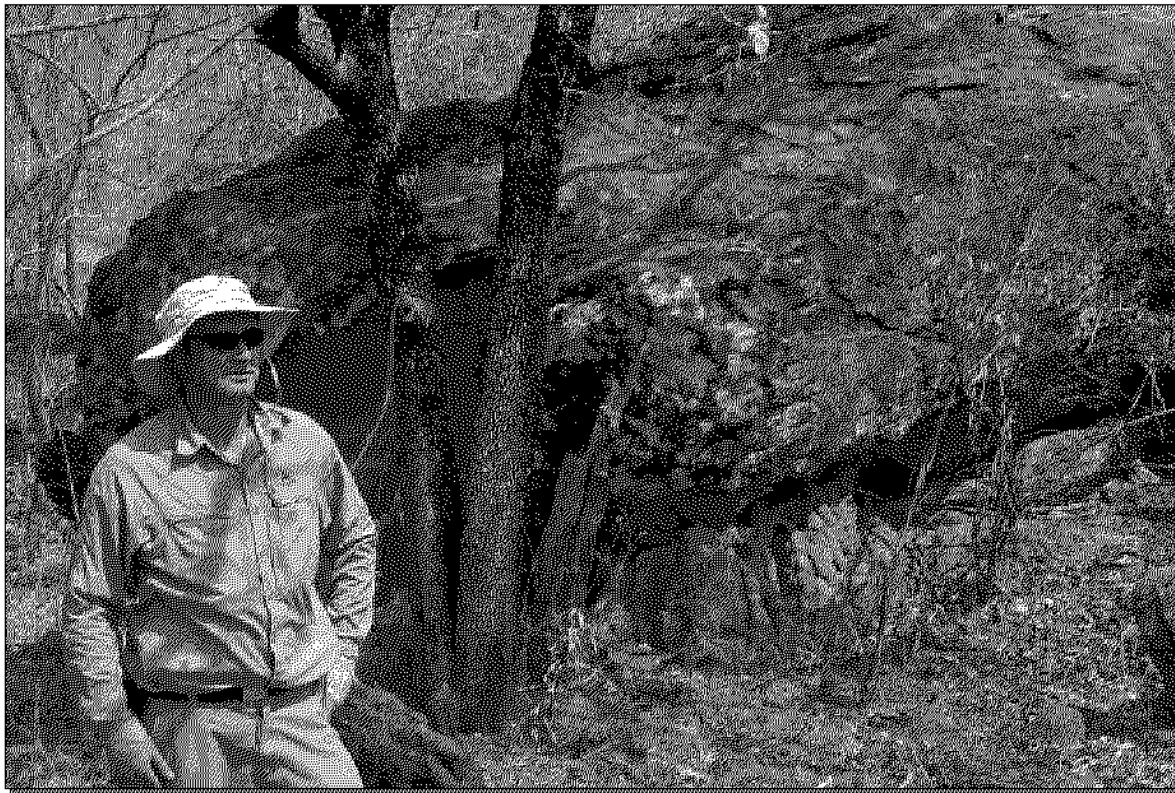
Strategy and Objectives

- Identify sufficient resources to establish initial mining operations.
- First pass reconnaissance >41,800km² land holding.
 - identify stand out targets.
 - secure most prospective areas for longer term (5 yr) exploration programmes.
- Acquisition of other U projects in the region.
- Establish AFR as leading U developer in the Kariba region of the emerging Karoo Basin Uranium Province.

Njame North Deposit – Initial Resource Estimate

JORC Inferred Resource Estimate (African Energy earning 70%)

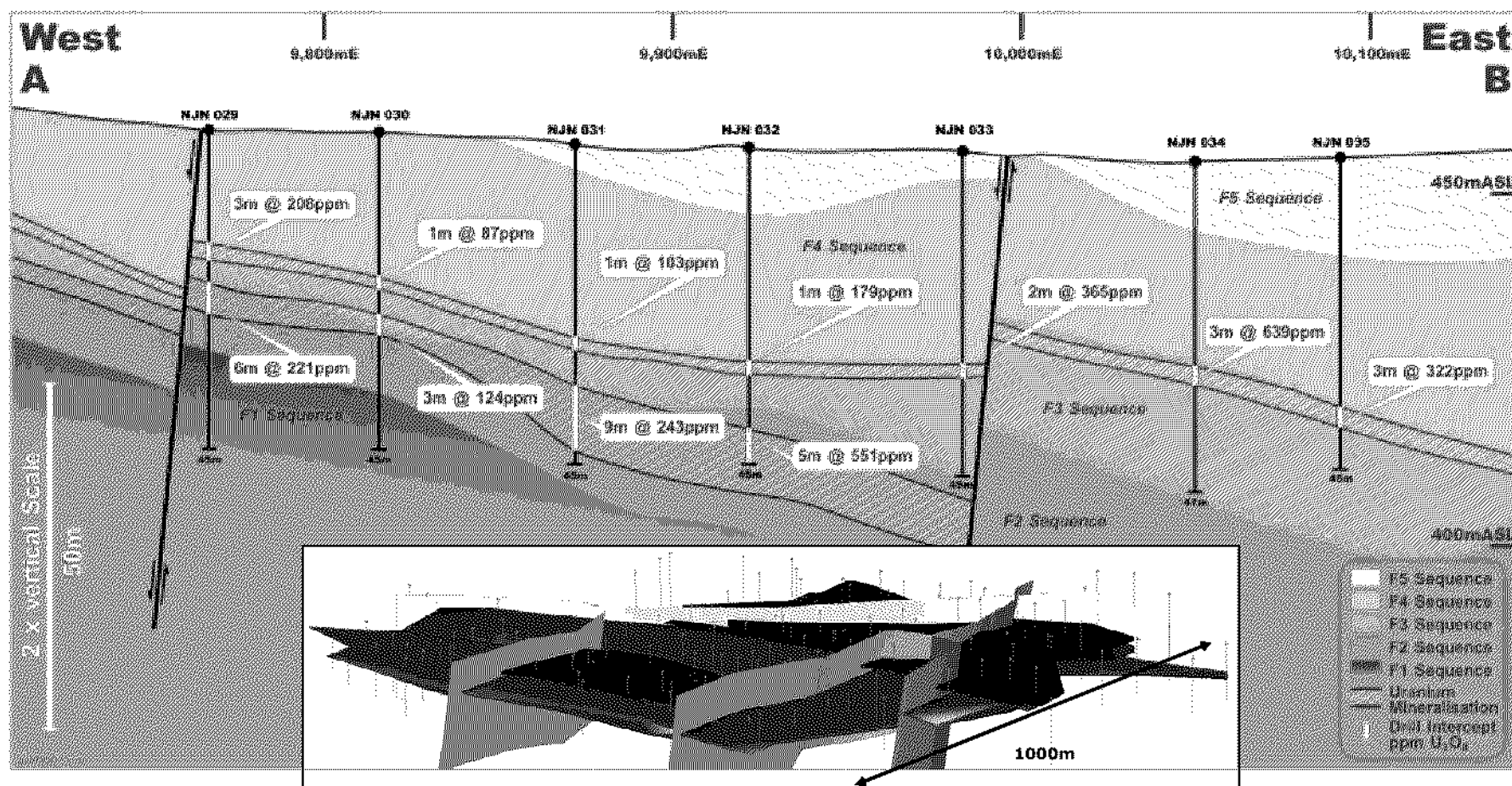
5.5Mt @ 400ppm U_3O_8 for 2,200t U_3O_8 (4.8 Mlb U_3O_8)



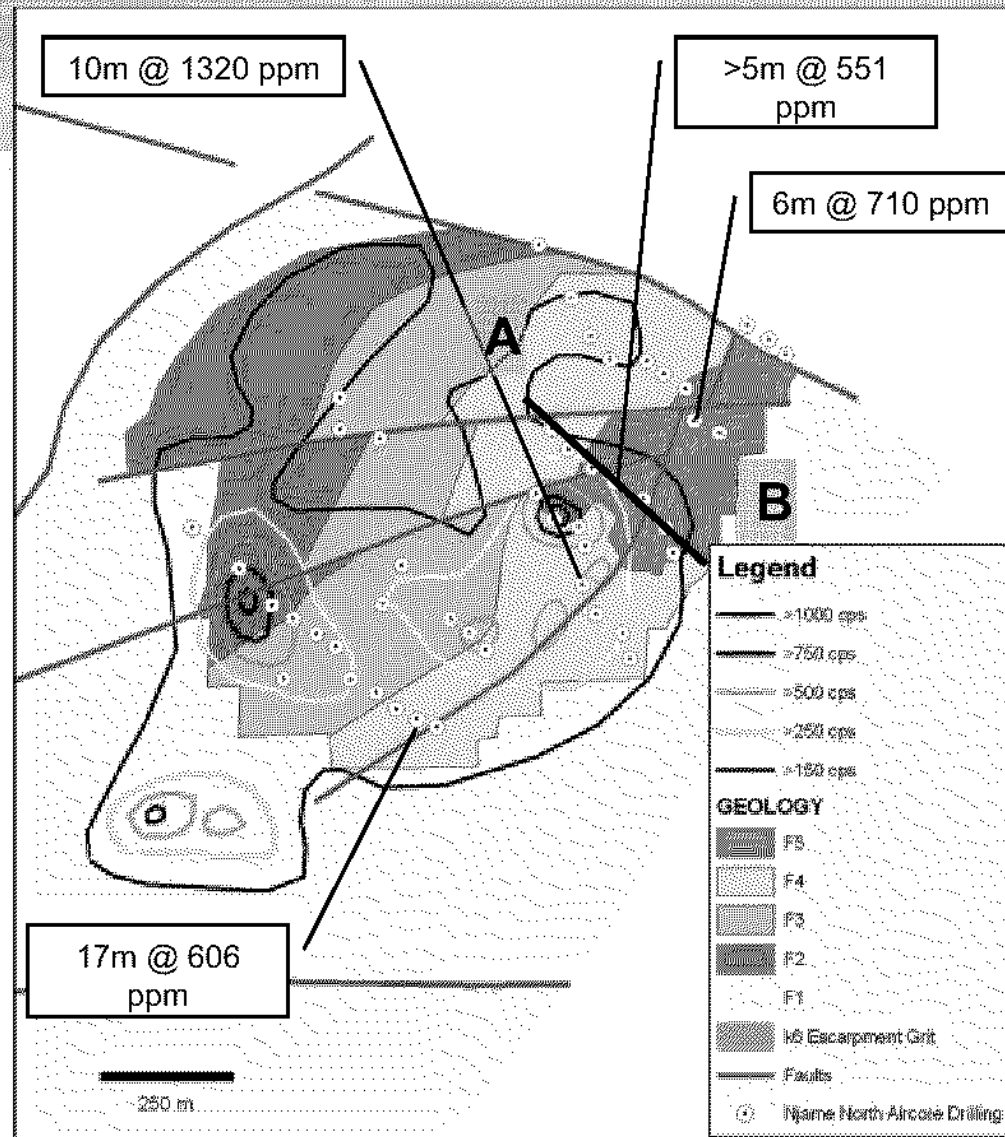
Njame North Deposit – Initial Resource Estimate

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Njame North Deposit – Geology



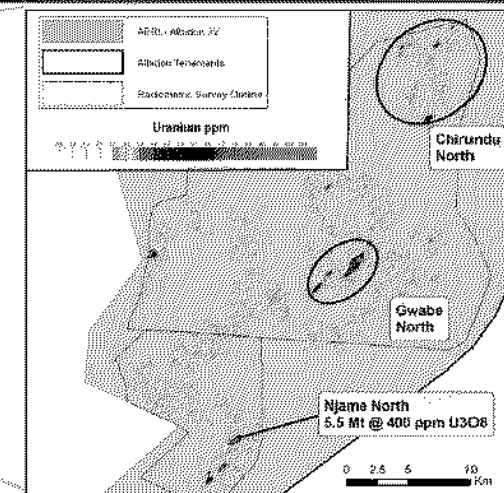
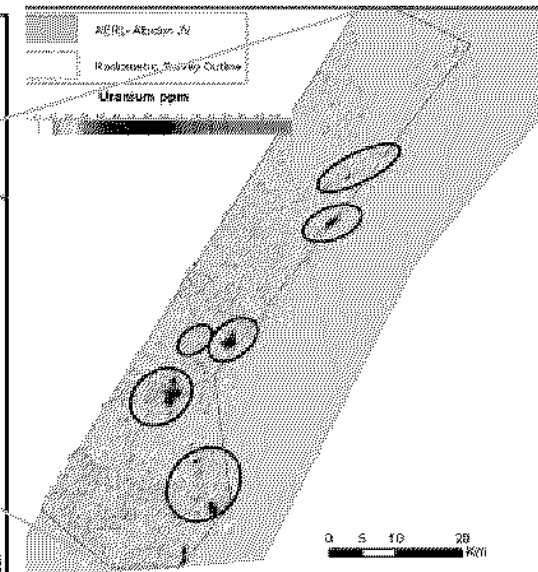
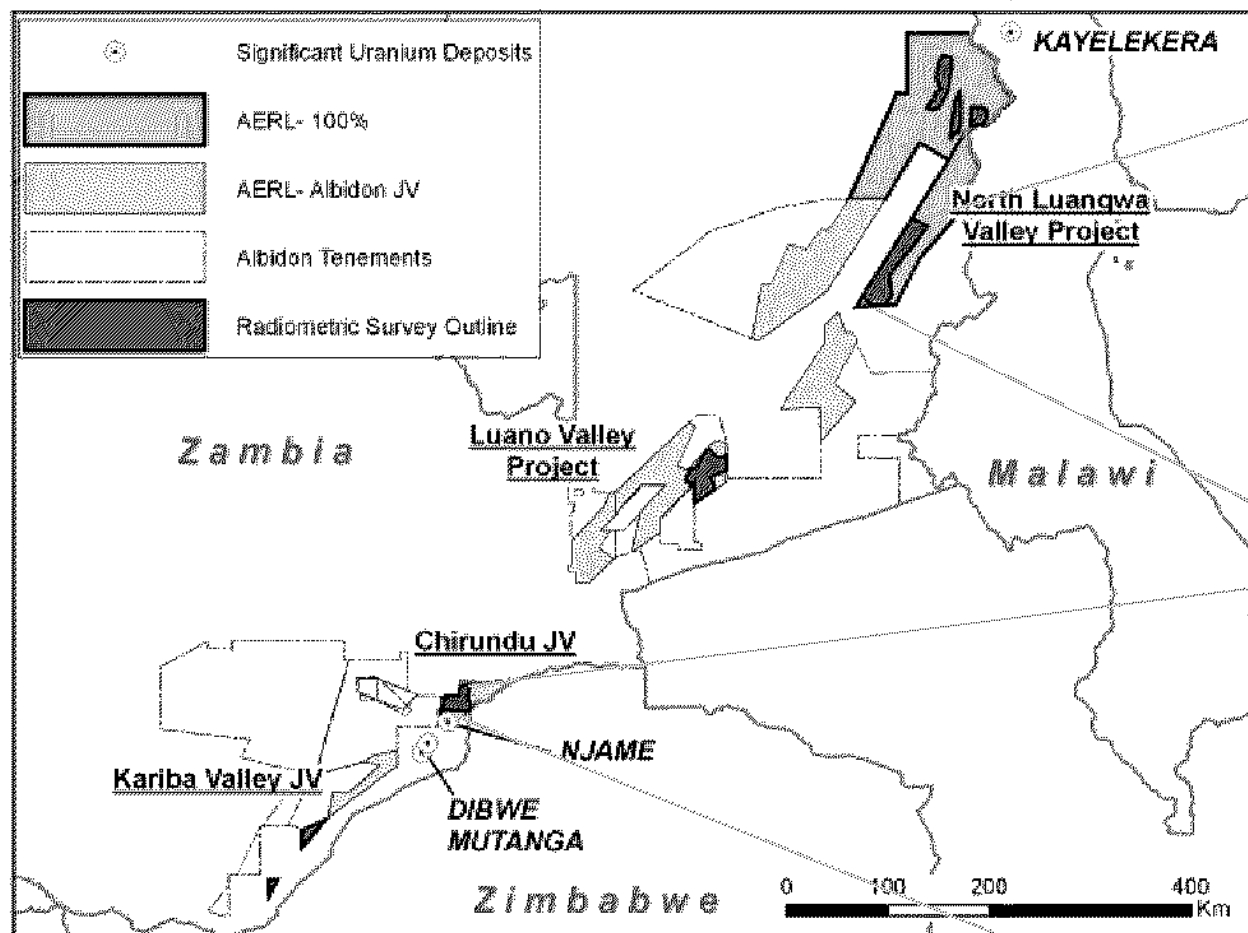
Consistent grade and thickness of uranium mineralisation over wide areas.

Grade and thickness shows good continuity across the mineralised system.

Mineralised layer is open at depth and along strike.

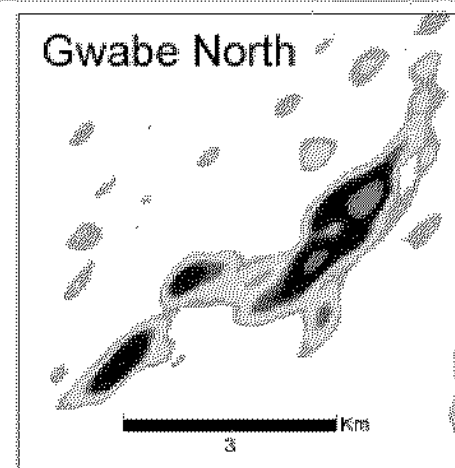
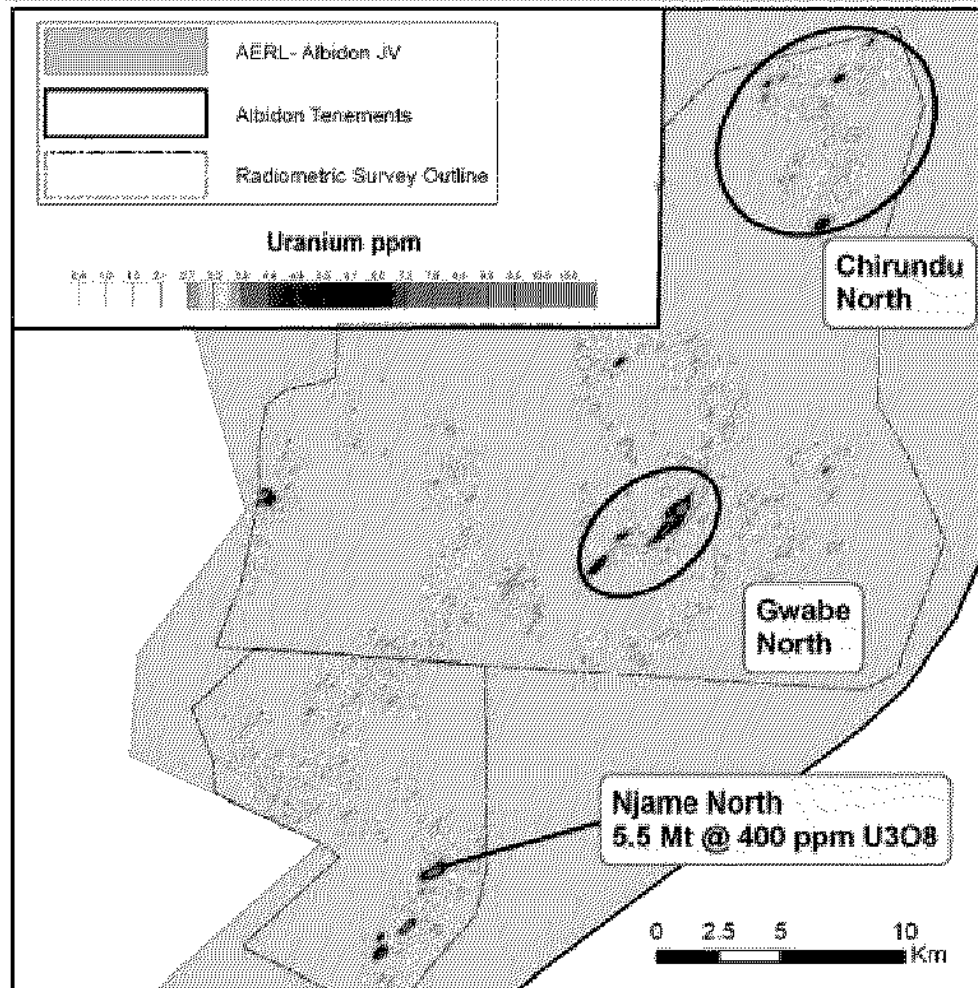
Shallow depths and flat dip, amenable to open pit mining.

Creating Value - Airborne Radiometric Surveys



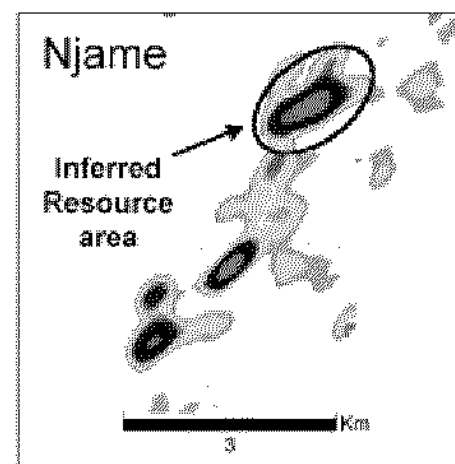
Creating value – 15 new uranium anomalies

Gwabe anomaly



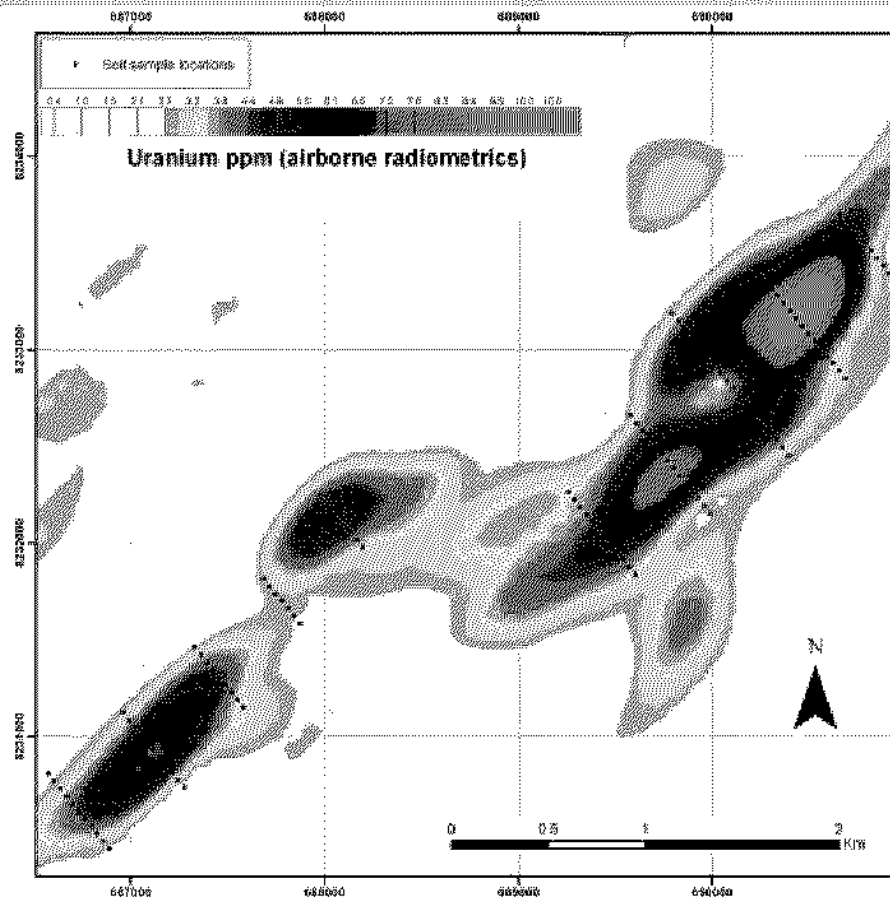
Gwabe
6km x 0.8km

No previous
exploration for
Uranium.



Njame North
Inferred resource
1.2km x 0.5km

Gwabe Soil Sampling Results (AFR earning up to 70%)



Soil sample locations shown on image of airborne radiometrics (uranium channel)

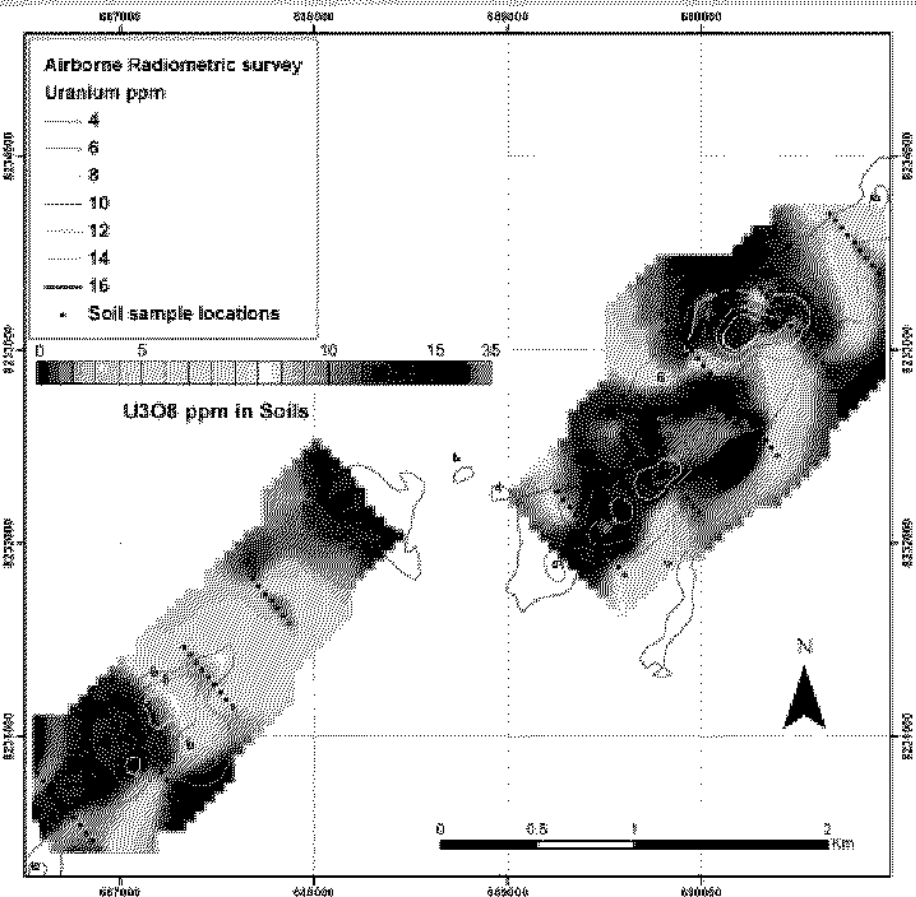
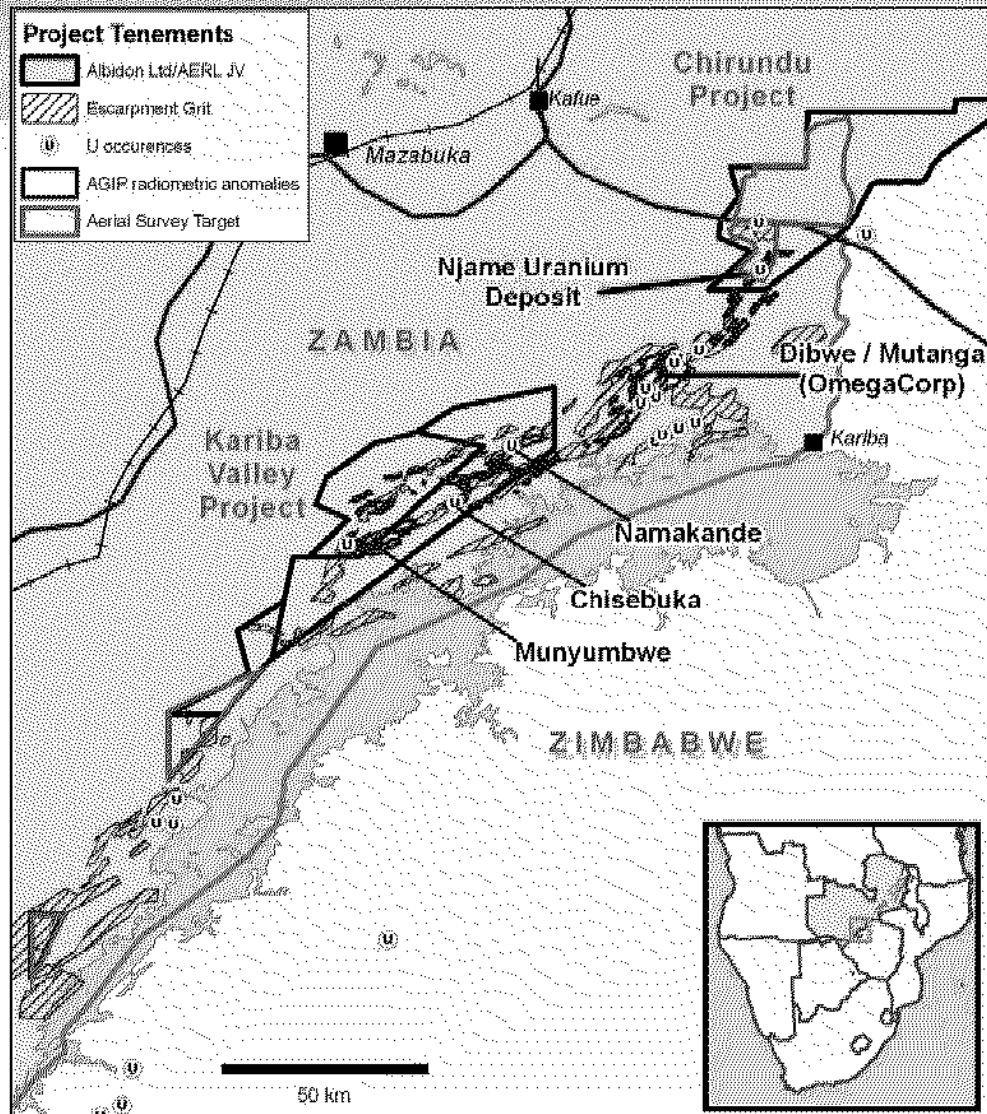


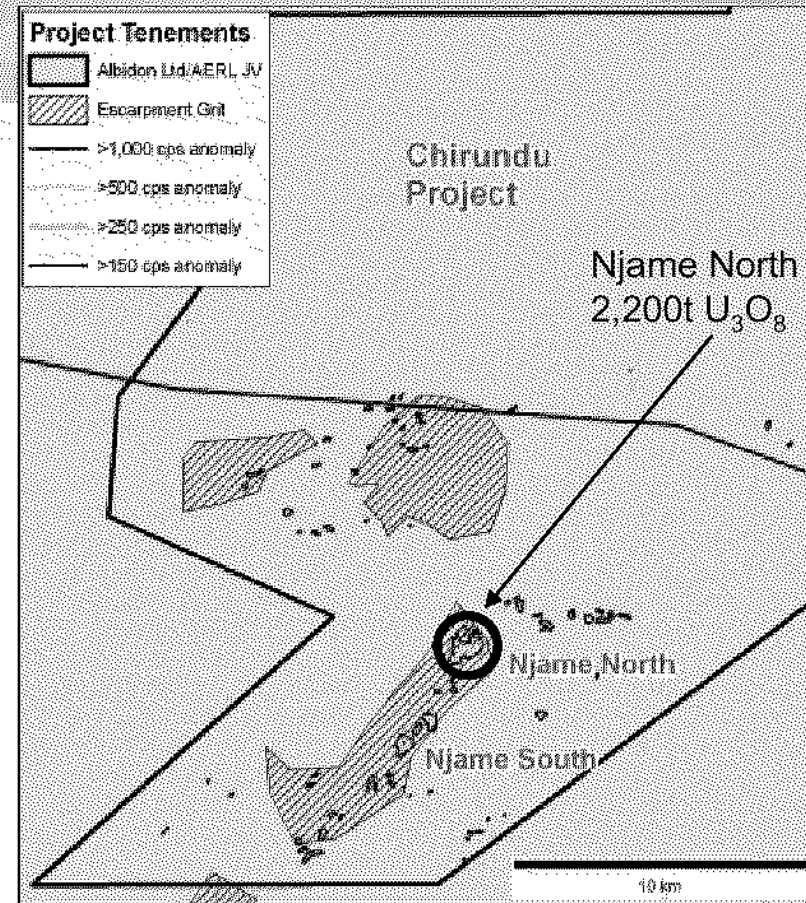
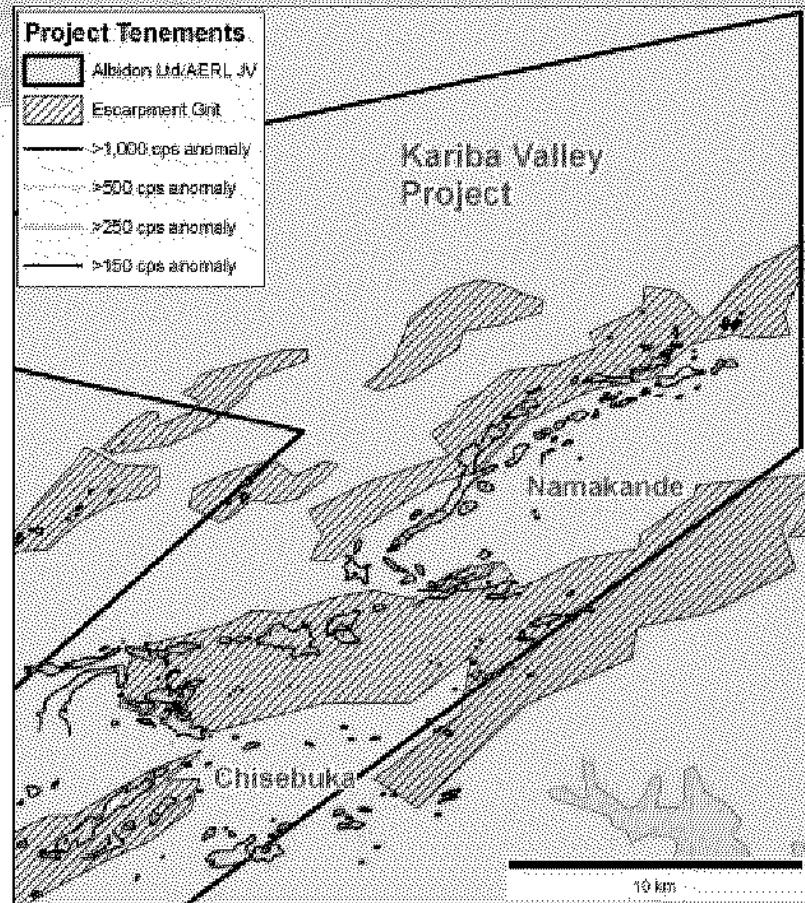
Image of geochemical soil sampling Assay results

Additional value to come from Kariba Valley JV Project



- Significant upside potential from historical AGIP uranium anomalies
- Previous surveys identified several uranium anomalies with exposed mineralisation
- Minimal drilling to date

Kariba Valley JV historical radiometric anomalies



Comparison of 1970's AGIP ground radiometric survey results between Chirundu JV Project and Kariba Valley JV Project

2007 Exploration Program

- Chisebuka scintillometer and soil survey (May)
 - Results in early June
- Gwabe reconnaissance drilling (May-June)
 - First results in June/July
- Njame North resource extension drilling (June)
- Chisebuka reconnaissance drilling (July-Aug)
- Namakande reconnaissance drilling (Aug-Sep)
- Gwabe infill/follow-up in July if warranted

Summary and Conclusions

- AFR controls a major land position in the emerging Karoo Basin Uranium Province.
- Experienced management team with strong track record of success in African mining exploration projects and uranium mining operations in Australia.
- Initial Njame North resource of 2,200t U_3O_8 identified in first work programme, open along-strike and down-dip
- Numerous advanced exploration prospects and radiometric anomalies to be drilled in 2007 programme.
- Large scale airborne surveying to continue in second half of 2007.
- Clear strategy to add value following IPO.

Schedule for 2007

- April – A\$5m IPO raising and listing on ASX.
- May onwards – commence drilling of prioritised radiometric targets in Kariba region.
- June onwards – scoping studies at Njame North deposit.
- July onwards – new airborne radiometric surveying and ongoing drilling of priority targets until year end.