

6th July 2011

Company Announcements Office
Australian Securities Exchange
Level 20 Bridge Street
SYDNEY NSW 2000

PROJECT UPDATE

Application for New Tenements – Tambellup Project E70/4173 & E70/4174

UOG is pleased to announce it has applied for two exploration licences covering approximately 395km² situated 100km north of Albany and approximately 30km south of Katanning.

The project area lies within the Yilgarn Craton South West Terrane with the Albany-Fraser Proterozoic Mobile Belt lying to the south and is prospective for gold and base metals.

The Company is targeting structural targets for gold mineralisation namely the north west trending Darken fault zone which is interpreted from geophysical work to trend from Boddington situated 137km to the north west and the lesser Kojonup fault which lies 5-6km to the south and runs parallel to the Darken fault.

There is no recorded historical exploration of the western project area E70/4173 except for an exploration licence held by Goldport Pty Ltd for a year and surrendered in 2009 with no work being completed.

The eastern project area E70/4174 was held for a year by Falcon Minerals. They were interested in the area after identifying regionally elevated Ni-Cu values located to the east of Tambellup from the CSIRO/CRC LEME regional laterite geochemical database for the Western Yilgarn Craton. They interpreted an analogy to the Voisey's Bay Nickel project in Canada and analysed historic water bores for whole rock, rare earth, base metal and trace elements and concluded that the project contained the essential ingredients to form a mafic hosted Nickel sulphide system. Subsequent geochemical soil sampling over the prospective part of the project area defined nine nickel and copper anomalous areas, eight of which fall within UOG's tenement area. They concluded that there appeared to be a mafic source generating the anomalism and recommended a moving loop EM survey to be conducted to better define the targets; this survey or any additional work was not carried out and the tenement was surrendered in 2008.

There has been no other reported exploration within the project area and therefore the area is underexplored and is considered "grassroots exploration".

Other gold deposits and mineralisation in the region besides the world class Boddington mine 137km to the north west include the Badgebup gold mine located 50 km to the north of E70/4174, some recorded gold mining near Wagin 50 km to the north of E70/4173 carried out in the early 1900's and there was also exploration success (3m @ 11g/t Au) in drilling at Nanicut 48km to the north east.

UOG's exploration will concentrate on sourcing and analysing data and using modern day exploration techniques which will determine the gold and base metal potential of the project.



NOEL TAYLOR
Managing Director

The information within this report as it relates to geology and mineral resources was compiled by the Managing Director, Mr Noel Taylor. He has sufficient experience which is relevant to the style of mineralization and the type of deposit under consideration 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, the JORC Code". Mr. Taylor consents to the inclusion in the report of matters based on information in the form and context which it appears.

