

**QUARTERLY REPORT
for the period ending
30 June 2009**

Highlights

- Further results were received from channel sampling at Grants Ridge. The weighted average for the total 330 samples is **532 ppm U₃O₈** with numerous high-grade samples to **2.18% U₃O₈**.
- Ownership of mineral rights acquired in a further 3,000 acres at Grants Ridge.
- Applications for exploration permits likely to be granted in time to allow drilling to commence in 2009.
- A fully underwritten rights issue and associated placement was agreed to raise about \$2,000,000 to fund further exploration and drilling at Grants Ridge.

Grants Ridge Joint Venture, New Mexico

Uran Limited has a right to earn 65% interest in the Grants Ridge Joint Venture from joint venture partner Uranium Energy Corp (NYSE:UEC).

The Grants Ridge Joint Venture (GRJV) comprises 22,700 hectares of registered mineral claims and freehold (minerals to owner) land, and consists of three projects which lie near to one another and close to the town of Grants, in the historic Grants Ridge Mineral Belt. This mineral belt was the largest uranium producing region in the USA in the previous production cycle, producing a reported 155,000 tons of U₃O₈.

Historic uranium mines within the GRJV have a reported average mined grade of 0.22% U₃O₈, which compares closely to the reported average mined grade for the area of 0.23% U₃O₈.

Uran considers that the GRJV may have potential to support bulk mining and heap leaching. Following confirmation of the joint venture in February 2009 Uran commenced preparation to drill test parts of the Armijo and F33 projects. Exploration of the remainder of these projects and the Rick Claims will be carried out as time permits, commencing in July 2009.

Channel Sampling

Following receipt of assays from vertical channel sampling of the Armijo Project carried out in March and April, a further 181 vertical channel samples were taken in April and May from exposure of the Todilto Limestone within the area which was added to the joint venture ground in March 2009.

The weighted average assay result for these samples is 548 ppm U₃O₈, which is 10% higher than the weighted average of 490 ppm U₃O₈ for the previous batch. The weighted average for the total 330 samples is 532 ppm U₃O₈.



U₃O₈ (ppm) *	U₃O₈ (%) #	V₂O₅ (%)	Sample Height (m)	Rock Description	Oxidation
n/a	20,181	0.03	1.7	limestone: massive & crinkly +/- platy	Partial
8,347	0.84	0.41	3.2	limestone: largely crinkly +/- platy	Partial
4,810	0.48	0.62	1.8	limestone: largely crinkly +/- platy	Partial
5,070		0.03	2.1	limestone: massive & crinkly +/- platy	Partial
3,867	0.38	0.27	1.1	limestone: largely crinkly +/- platy	Strong
4,716		0.33	2.0	limestone: crinkly	Partial
3,891		0.04	4.8	limestone: massive & crinkly +/- platy	Strong
3,513	0.35	0.37	1.5	limestone: largely crinkly +/- platy	Strong
3,384	0.34	0.27	2	limestone: largely crinkly +/- platy	Strong
2,912	0.29	0.16	1.4	limestone: largely crinkly +/- platy	Partial
2,830		0.01	2.0	limestone: massive & crinkly +/- platy	Partial
2,429	0.25	0.20	1.2	limestone: largely crinkly +/- platy	Strong
2,429	0.25	0.27	2.5	limestone: largely crinkly +/- platy	Partial
2,240		0.04	2.5	limestone: massive & crinkly +/- platy	Partial
2,305	0.24	0.23	2.5	limestone: largely crinkly +/- platy	Strong
2,040	0.20	0.02	1.7	limestone: largely crinkly +/- platy	Partial
1,934	0.19	0.36	1.8	limestone: largely crinkly +/- platy	Partial
1,885		0.14	1.7	limestone: massive & crinkly	Partial
1,769	0.18	0.04	0.7	limestone: largely crinkly +/- platy	Partial
1,745	0.18	0.18	0.8	limestone: largely crinkly +/- platy	Strong
1,710	0.18	0.02	2.1	limestone: largely crinkly +/- platy	Strong
1,630		0.05	2.7	limestone: massive & crinkly +/- platy	Partial
1,627	0.17	0.02	1	limestone: largely crinkly +/- platy	Partial
1,533	0.15	0.12	1.5	limestone: largely crinkly +/- platy	Strong
1,503	0.15	0.37	1.2	limestone: largely crinkly +/- platy	Partial
1,309	0.13	0.34	1	limestone: largely crinkly +/- platy	Strong
1,256	0.13	0.16	2.5	limestone: largely crinkly +/- platy	Partial

* Assay method XRF 005

Assay method XRF 010

Significant vanadium values were also reported. The weighted average value for V₂O₅ assays is 0.13% (1,300 ppm), with a maximum value of 0.82% over 1.5 metres. It appears that vanadium grade is not directly related to the uranium grade. Although only samples with values of more than 200 ppm U were tested for vanadium, in some samples vanadium values of 0.25 – 0.82% V₂O₅ were found with comparatively moderate values of 200-1,000 ppm U₃O₈. Examples of this (samples *not* already reported in Table 1 above) are:-

V₂O₅ (%)	U₃O₈ (%)	Sample Height (m)	Rock Description	Oxidation
0.82	0.11	1.5	limestone: largely crinkly +/- platy	Partial
0.71	0.02	1.5	limestone: largely crinkly +/- platy	Partial
0.57	0.06	1.8	limestone: largely crinkly +/- platy	Partial
0.45	0.08	2.3	limestone: largely crinkly +/- platy	Partial
0.37	0.04	1.0	limestone: largely crinkly +/- platy	Partial
0.37	0.07	1.8	limestone: largely crinkly +/- platy	Partial
0.32	0.08	1.2	limestone: largely crinkly +/- platy	Partial
0.30	0.09	0.6	limestone: largely crinkly +/- platy	Partial
0.29	0.05	0.7	limestone: largely crinkly +/- platy	Partial
0.29	0.09	1.8	limestone: largely crinkly +/- platy	Strong
0.25	0.08	1	limestone: largely crinkly +/- platy	Partial

Dump Sampling

Radiometric survey and sampling of dumps on the surface of the Armijo Project was also carried out to test whether these may have potential as future heap ore feed. Samples were collected randomly from a 5 x 5 metre square marked on the surface of the dump.

In the previous Quarter, fourteen samples were collected from dumps on the surface around old costeans and mines. Assay results for U_3O_8 ranged from 125 – 1,515 ppm with an average value of 532 ppm. The average for vanadium assays was 655 ppm V_2O_5 . In the June Quarter only two more assays for dump samples were received, having a weighted average of 224 ppm U_3O_8 .

Acquisition of Further Land and Mineral Rights

In the first week of July the company purchased for US\$15,000 additional privately owned mineral rights in about 3,000 acres close to or abutting the Armijo and F33 Projects. The ownership acquired is 50% of the mineral rights, except in the northern half of Section 9 Armijo Project where it comprises 998/1,000^{ths} of the mineral rights which the company did not already own, and Section 33 where it includes 100% ownership of minerals. Section 33 abuts the F33 Project and covers the portal for the historic F33 mine.

The company is seeking to acquire the remaining 2/2,000^{ths} ownership of mineral rights in the northern part of Section 9, however there are statutory processes to permit exploration and mining if the remaining rights can not be acquired.

In addition, as part of seeking the grant of exploration permits and preparing for drilling later this year, a number of access rights have been concluded with local landowners and the State Lands Office.

Exploration Permits

Uran is preparing to carry out drilling to test the potential for bulk mining and heap leaching of the Todilto Limestone, which has been the subject of historic small to medium scale high-grade uranium mining.

Drilling of 10,500 metres air-core and RC drilling within the Armijo and F33 projects is planned for late 2009 and early 2010, subject to approval of the exploration permits.

Applications for two exploration permits to allow drilling were lodged in May. Approval for the Exploration Permit is required from both the Federal Bureau of Land Management (BLM) and the New Mexico Department of Environment, Mining and Minerals Division (MMD).

Approval has been received from the BLM. Following satisfaction of requests for further information from MMD we understand that the application for F33 permit is now final, and we anticipate that Armijo may be finalized shortly. The company therefore anticipates that full approval may be received in time to allow drilling to commence as planned in the fourth Quarter.

Background

The Grants Ridge project targets the Todilto Limestone, which hosts numerous historic underground and open-pit mines with grades ranging from 0.18 – 0.38% U_3O_8 , with an average mined grade of 0.23%. This compares very favourably with resources currently being explored in other parts of the world. Historic uranium mines in the Todilto Limestone which used carbonate extraction also produced substantial amounts of vanadium at grades ranging from 0.03-0.5% V_2O_5 .

The Grants belt produced over 340,000,000 lbs U₃O₈ (154,545 tonnes) prior to 1986 and was the largest producing uranium field in the USA in the previous production cycle. It is an area known for historic high-grade uranium production. At least two mines in the belt are currently in permitting to resume production.

The project is very favourable for uranium exploration due to the high grade of historical production, at or near surface mineralization, excellent access and infrastructure, and active exploration and development in the area. In addition the acquisition cost is very low compared to similar projects in countries such as Namibia or Australia.

There were several smaller-scale open pit and underground operations on the project area in addition to the underground operations at F33 (Homestake) and the open pits at Sections 4 and 9 (Anaconda). Some of these have had significant historical production at high grades. The wide-spread mineralisation of the host limestone is considered to provide potential to delineate mineralisation suitable for bulk mining of large tonnages.

Known mineralisation within the project is in fairly flat-lying stratigraphy, at depths ranging from surface at the Section 4 and Section 9 mines, to 150 metres at F33 mine under a small mesa. The shallow depths together with high-grade mineralisation make the area very attractive for mining.

A number of uranium deposits in the belt have stated NI 43-101 compliant resources including:-

Church Rock	15,373,349 lbs U ₃ O ₈ @ 0.10% (6,975 tonnes)
Roca Honda	33,344,000 lbs U ₃ O ₈ @ 0.20% (15,129 tonnes)
La Jara Mesa	10,430,470 lbs U ₃ O ₈ @ 0.22% (4,733 tons)

Church Rock and Roca Honda are currently in permitting for mining. A number of deposits in the immediate area have substantial historic (non NI 43-101) resources including Marquez, Nose Rock and San Mateo deposits.

Czech Republic

Uran continues to seek the grant of its Exploration License Applications in the Brzkov and Liberec regions of Czech Republic. The applications cover areas of known uranium deposits where intensive exploration was carried out by the Czech Geological Survey of the Uranium Industry in the period 1976 to 1990.

The Ministry of Environment has again rejected Uran's applications and a legal appeal has been lodged. However new elections will be held in October this year following a vote of no confidence in the current government. The Minister for Environment is currently the leader of the Green Party. In Senate elections in September 2008 the Green Party, which forms part of the current Government coalition, appeared to have lost much of its support. In the European Union Parliamentary elections held in July, there was a large swing to conservative parties, but the possible impact of this on the Czech election, or on the outcome of Uran's applications is not clear.

Corporate

In June the company entered into an agreement with Transocean Securities Pty Ltd ("Transocean") to raise up to \$2 Million through a placement and a rights issue to allow Uran to progress the evaluation of the Grants Ridge uranium project.

URA appointed Transocean to provide the following fundraising services:

- (a) **Placement** – a placement of 6,654,886 Shares, being about 12.8% of the current issued capital of URA, at an issue price of \$0.03 per Share to raise approximately \$200,000. These Shares were placed to 'sophisticated investors'.

- (b) **Rights Issue** –an underwritten rights issue of up to 58,687,459 shares was offered to shareholders at the issue price of \$0.03, on the basis of one Share for every one Share held. One free option attaches for every two Shares subscribed for. The options will be listed on ASX and exercisable at \$0.08 each within 3 years from the date of issue. The rights issue is intended to raise approximately \$1.76 million before costs.

The rights issue will close at 5pm on Wednesday 15 July, and holding statements will be dispatched on 20 July.

Kate Hobbs
MANAGING DIRECTOR

Competent Person Statement

The information in this statement as it relates to Exploration Results and metal content is based on information compiled by Mr Phill Schiemer, the Company's Exploration Manager, a full time employee of the Company. Mr Schiemer has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting Exploration Results, Mineral Resources and Ore Reserves. Mr Schiemer consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.