

# DEEP YELLOW LIMITED

ABN 97 006 391 948

Level 1 329 Hay Street Subiaco WA 6008  
PO Box 1770 Subiaco WA 6904  
Tel : 08 9286 6999  
Fax : 08 9286 6969  
Email: [admin@deepyellow.com.au](mailto:admin@deepyellow.com.au)  
Website: [www.deepyellow.com.au](http://www.deepyellow.com.au)

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## HIGHLY ENCOURAGING DRILLHOLE CHEMICAL ASSAYS FROM NAMIBIA

- Previous drilling intersected 1 to 4 m thick mineralisation rarely averaging more than 300 ppm  $U_3O_8$ .
- Present drilling is regularly intersecting thicker zones of up to 13 m at much higher grades, notably:-

Hole No.	Depth (m)	Interval (m)	Lithology	$U_3O_8$ (ppm)
A2.80/7.5	0 to 12	10	Red sand	1,638
A4.80/5.5	3 to 15	12	Brown sand	1,036
A6.50/0.5	7 to 20	13	Brown sand	1,050

As previously announced Deep Yellow's wholly owned Namibian subsidiary Reptile Uranium Namibia (Pty) LTD (RUN) is conducting a vertical RC drilling campaign aimed at defining JORC Standard resources within the 1970's drilled Tubas prospect of Anglo American. To date 424 holes have been drilled for a total of 10,785 metre.

The uranium mineralisation occurs as recent secondary concentrations of carnotite in gypcrete from the surface (in places) that quickly grades into aeolian and fluvial sands. Mineralisation is typically restricted to a maximum depth of 30 m and historically was reported by Anglo American to rarely exceed 4 m in thickness and rarely exceed an average of 300 ppm  $U_3O_8$  over the mineralised zone.

RUN's grid drilling has varied from 50 m spacing to 100 m and lately to 200 m spacing as can be seen on the attached map and is aimed at augmenting the historical data to allow Deep Yellow's consultants to determine JORC resources on an ongoing basis which will eventually encompass the entire 14 by 4 km area of known mineralisation at Tubas. Initial resource numbers are expected within two months.

It is very encouraging that not only is the RUN drilling returning higher grades on average to those that Anglo reported in general; but it is also finding much thicker zones of mineralisation (as depicted above) at much higher grades than Anglo ever reported.

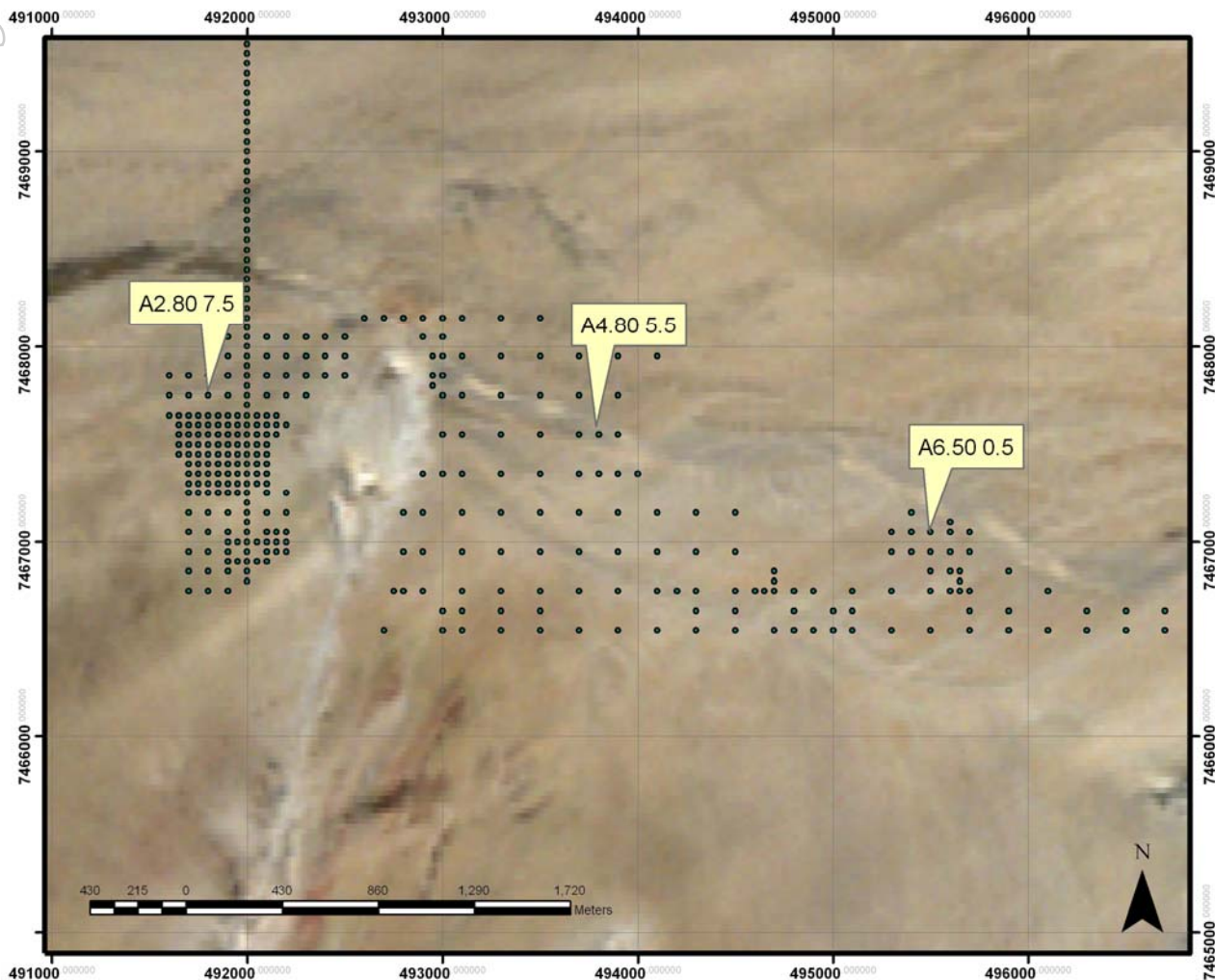


Figure showing drill holes completed to date

Although downhole radiometric logging is being done on all holes drilled, the Company will not report equivalent  $U_3O_8$  values until the disequilibrium factors are statistically proven.

**Dr Leon Pretorius**  
Managing Director

**Further Information:**

**Mr Martin Kavanagh**  
Executive Director  
(08) 9286 6999

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Leon Pretorius a Fellow of The Australasian Institute of Mining and Metallurgy. Dr Pretorius 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 of Exploration Results, Mineral Resources and Ore Reserves'. Dr Pretorius consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.