

UraniumSA Limited
Registered Office
Level 1, 67 Greenhill Road
Wayville, Adelaide
South Australia 5034



13 October 2006

Dion Silvy Australian Stock Exchange Limited
89 King William Street,
Adelaide. SA 5000.

Dear Dion,

UraniumSA Limited Allotment of shares for Material Contracts

As disclosed in the replacement Prospectus dated 24 August 2006, UraniumSA Limited has entered into Tenement Acquisition and Joint Venture Agreements with several companies as listed below.

The Company has issued 6,175,913 shares in the Company to Mr. Shane LePlastrier and Peninsula Exploration Pty Ltd pursuant to agreements to purchase mining tenement interests. Ministerial approval was given on 5 October and stamp duty has been assessed and paid.

The Company has issued 10,266,980 shares in the Company to Hiltaba Gold Pty Ltd as nominee for Stellar Resources Limited pursuant to a Joint Venture agreement to grant the Company certain rights to explore and mine for Uranium. Ministerial approval was obtained on 8 September 2006.

The Company has issued 4,370,061 shares in the Company to Marathon Resources Limited pursuant to a Joint Venture agreement. Ministerial approval was obtained on 6 October 2006.

Issue of 2,000,000 shares in the Company to Tigermoth Investments Limited pursuant to a Corporate Advisory agreement in consideration for services rendered in relation to the capital raising.

The company issued a total of 22,812,954 fully paid ordinary shares at an issue price of 20 cents per share to the companies and individual listed above. Full consideration has now been satisfied and all agreements are considered completed.

Tumby Bay ELA 3628 has been offered, accepted and is now EL 3628 which will be signed by the Minister shortly. The other ELA's as listed in the Prospectus, 2006/135 Kingoonya, 2006/147 Malbrom, 2006/174 Mullaquana and 2006/316 Elbow Hill, have been offered, accepted and are now being processed to grant and title as with Tumby Bay above. All EL renewals have been approved and rentals paid.

Yours faithfully

A handwritten signature in black ink that reads "Craig Gooden".

Craig Gooden
Company Secretary