



ANNOUNCEMENT TO THE AUSTRALIAN STOCK EXCHANGE: 18 OCTOBER 2005

RC Drilling Commences at the Mavuzi Project in Mozambique

*The Directors of OmegaCorp Limited (“the Company”) are pleased to report that an RC drilling program has commenced on its Mavuzi Project in Mozambique. The drilling aims to complete a preliminary assessment of three prospects within a four kilometre corridor of prospectivity centred on the historic **Mavuzi Uranium Mine (“Mavuzi Mine”)**. The program comprises approximately 3,000 metres of drilling and will test three prospects in the corridor of prospectivity. The drilling has initially commenced on the Kaboazi Creek Prospect, approximately 1.5 kilometres northeast of the Mavuzi Mine.*

Over the past two months the detailed gridding, mapping and ground radiometric survey has been conducted over a four kilometre zone from the Kaboazi Creek Prospect in the north to the Airport Prospect in the south. This work was completed to refine the drilling program and allow the sighting of drill holes on the three prospects identified to date. The mapping has also identified a small open pit immediately south of the Mavuzi Mine and also mining activity several hundred metres to the north of Kaboazi Creek Prospect.

The program at Kaboazi Creek comprises approximately 1,200m of drilling, testing three mineralised zones identified in the mapping over a strike length of approximately 300m. The mineralisation identified at surface at Kaboazi Creek occurs within a 700m long by 30m to 180m wide zone where several, north-south orientated 1-3m wide lenses of visible uranium mineralisation (davudite) were observed. Earlier surface sampling returned values up to 0.23% (2.3 kg/t) U₃O₈ with over 25% of the samples taken producing anomalous (>0.01%/0.1 kg/t U₃O₈) values.

Drilling at Mavuzi Mine will comprise approximately 1,000m of drilling, aiming to complete limited testing of 500m of strike extent of the historic workings. Limited surface sampling reported earlier by the Company returned a maximum value of >5% (50 kg/t) U₃O₈ from visible mineralisation and values up 0.41% (4.1 kg/t) U₃O₈ outside of the areas historically exploited.

The Airport Prospect to the south of the Mavuzi Mine will be tested by approximately 800m of drilling, covering approximately 300m of strike length.

The program aims to broadly examine the three prospects and will be completed with a view to give an indication of the areas potential to yield both high grade material that was exploited historically and also the potential for lower grade disseminated mineralisation. It is anticipated that the program will take 3-4 weeks to complete and results from the drilling will be available during November.

Enquiries-

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The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr. Matthew Yates, who is a Member of The Australian Institute of Geoscientists (AIG). Mr. Yates is a full-time employee of Beacon Exploration Pty Ltd, a consultant of OmegaCorp Limited. Mr. Yates 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'. Mr. Yates consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.