



ANNOUNCEMENT TO THE AUSTRALIAN STOCK EXCHANGE

POSITIVE INTERSECTIONS IN URANIUM RC DRILLING RESULTS FROM MAVUZI PROJECT MOZAMBIQUE

OmegaCorp Limited (“the Company”) announces that the remaining drilling results from its wholly owned Mavuzi Project in Mozambique have intersected further zones of disseminated mineralisation at three prospects.

The remaining assays from the 3659 metre drilling program completed in late November over Mavuzi Mine, Airport and Kaboazi Creek Prospects have been received. They cover the balance of the holes at Mavuzi, all of the holes at the Airport and one hole at Kaboazi Creek. The program aimed to give a preliminary assessment of the three prospects ability to host uranium mineralisation and covered one kilometre of a ten kilometre zone of interest.

Mavuzi Mine

All three remaining holes returned anomalous values ($>0.01\%$ over 1m). The best intercept of **2m @ 0.34% (3.4 kg/t) U_3O_8** was within **8m @ 0.1% (1kg/t) U_3O_8** from 30m downhole (MVT32A), with a maximum value of **0.46% (4.6 kg/t) U_3O_8** .

In summary, anomalous intercepts were recorded in twelve of the fifteen holes drilled and have confirmed the presence of mineralisation over a strike length of over 600m.

Airport Prospect

Nine of the twelve holes drilled returned anomalous intercepts covering a strike length of 250m. The results highlight the potential for disseminated mineralisation, with values of up to **0.1% (1kg/t) U_3O_8** within **7m of 0.03 % (0.3 kg/t) U_3O_8** from 31m down hole (MVT40).

All of the mineralisation intersected is within 30m vertically of the surface. Six of the nine mineralised holes recorded more than one anomalous intercept.

Kaboazi Creek

Further to the results announced on December 28 2005, hole MVT47A was drilled to test a radiometric anomaly identified during the mapping.

Assays from MVT47A revealed two mineralised zones – the first from 1m downhole, with values of up to **0.07% (0.7 kg/t) U_3O_8** within **6m of 0.027% (0.27 kg/t) U_3O_8** . The second zone included values up to **0.13% (1.3 kg/t) U_3O_8** from 26m down hole within **4m @ 0.05% (0.5 kg/t) U_3O_8** .

This hole was drilled approximately 150m to the southwest of the southern most drilling at Kaboazi Creek and may represent faulted extension or a new zone of mineralisation.

Summary

Assessment of the project commenced in July 2005, shortly after the licence was granted. The drilling was completed on the first targets generated within a limited timeframe from surface mapping, sampling and the collation of limited historical data.

The Company has gained considerable encouragement from the results to date in identifying broader zones of disseminated mineralisation.

The exploration focus of the Mozambique properties will be to pursue this style of mineralisation within the project areas with the aim of identifying mineralisation amenable to open pit mining. This will include mapping, sampling, ground/airborne aeromagnetics and radiometrics as a prelude to further drilling.

Enquiries-

Executive Director: Matthew Yates
Contact Details: Telephone - (61 8) 9322 6322
Facsimile - (61 8) 9322 6558

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.