

1st May 2007

**NEWERA SECURES HIGH GRADE URANIUM – REE PROSPECTS WITHIN THE  
HARTS RANGE PROVINCE – NORTHERN TERRITORY**

**HIGHLIGHTS**

- Secures 3-year option to acquire an 80% interest in two ( ~230km<sup>2</sup> ) highly uranium and rare earth prospective Exploration Licences within the Harts Range province of the Northern Territory.
- Historic sampling from within EL25700 outlines high grade Uranium and Rare Earth ( REE ) results.
- EL25700 - Individual rock chip samples containing uraninite yielding up to 53% Uranium, 6.9% Thorium, 0.1% Cerium, 0.1% Lanthanum and 3.5% Yttrium.
- Historic sampling from within EL25926 outlines high grade Rare Earth ( REE ) results.
- EL25926 - Individual rock chip samples containing allanite yielding up to 4.3% Cerium and 2.6% Lanthanum
- Newera continues to consolidate it's ground position within the Northern Territory

Newera Uranium Limited (ASX: **NRU** – “**Newera**”) is pleased to announce that it has moved to secure a highly uranium and rare earth prospective ground package consisting of two (2) tenements covering 230 square kilometres within the **Harts Range Province** of the Northern Territory.

Newera has entered into a agreement with Fermi Pty Ltd (“**Fermi**”), giving it a three-year option to secure 80% of Fermi’s rights to Northern Territory exploration licences EL25700 and EL25926.

The tenement package designated the “**Brumby**” project represents a highly prospective and significant uranium exploration opportunity and consolidates Newera’s ground position within the Harts Range province. The **Brumby** tenements are within 25kms of Newera’s existing **Quartz Hill** project.

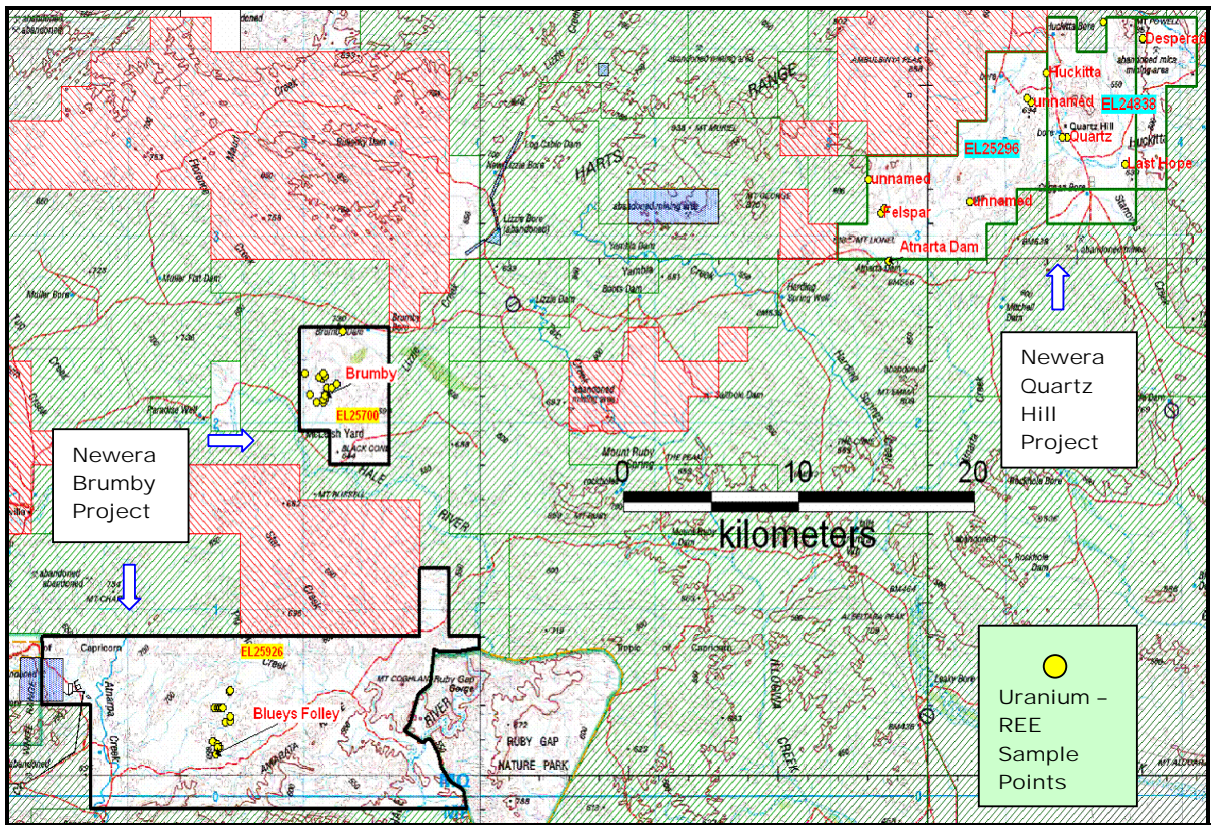


Fig 1: Topographical plan showing Newwera Project areas and Uranium - REE sample points.

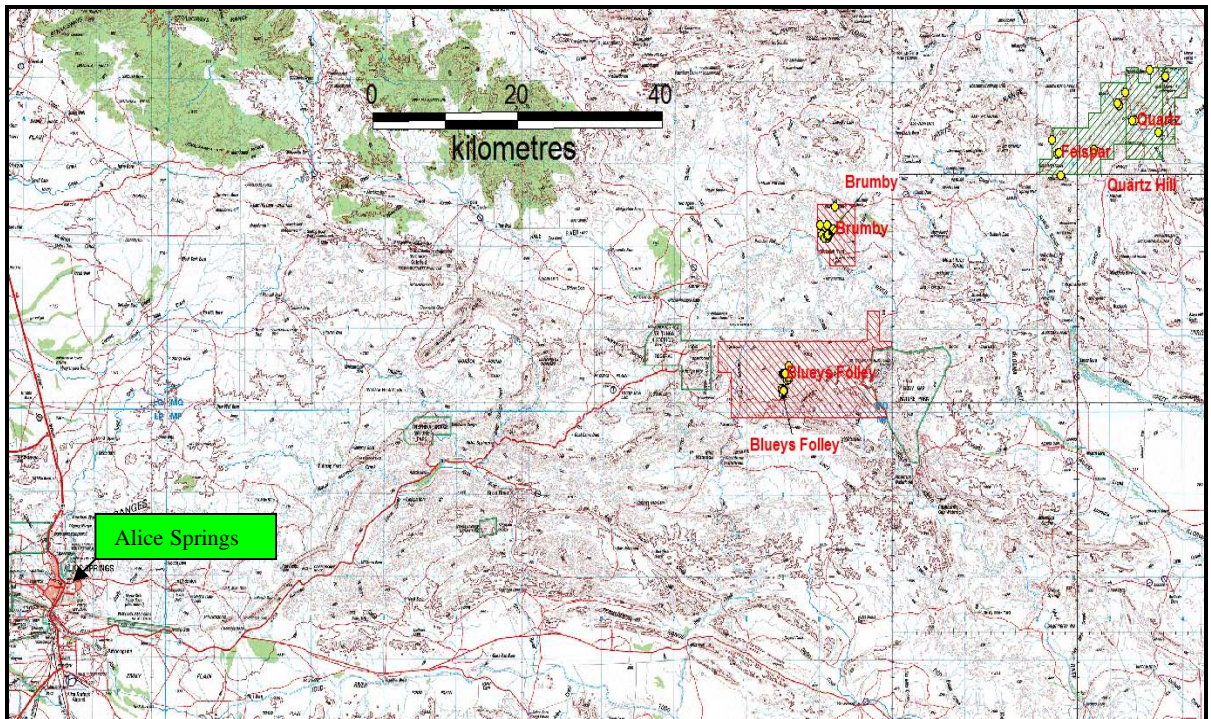


Fig 2: Topographical plan showing Newwera Project areas and infrastructure.

Uranium mineralisation at the Brumby prospect is hosted by pegmatite dykes intruding gneisses and schists of the Illogwa Shear Zone. The pegmatites occur as a swarm radiating from the nearby Entia Dome, a granite intrusion 20km to the north east and are probably related to late stage granite emplacement. The pegmatites contain allanite, a common rare earth element (REE) and uranium bearing mineral typically occurring in pegmatites and some granites. This style of mineralisation is similar to that identified at Newera's Quartz Hill Project which hosts numerous pegmatite dykes, each typically 10m wide by several hundred metres long.

Within EL25926, the Blueys Folly prospect outcrops over an area of about 4km<sup>2</sup> that consists predominantly of pegmatite and is estimated to contain several million tonnes grading in excess of 0.4% allanite (non – JORC compliant) (Murrell 1988).

The Fermi tenements (now optioned by Newera) are prospective for both Uranium and Rare Earth as indicated in table 1. below.

**Table 1: Historical sample results from the Brumby leases**

Prospect Name	Easting	Northing	anomalous elements	U ppm	Th ppm	P ppm	Ba ppm	Ce ppm	La ppm	Nb ppm	Y ppm	Ta ppm
Brumby	491275	7421472	U>Th, LREE, Y, Zr, P	9000	2600	4900	390	28000	15000	40	8300	0
Brumby	491307	7421879	Th>U, LREE, Zr	1700	2100	3800	200	23000	13000	20	600	0
Brumby	491036	7422415	Th>U, LREE, Zr	260	2000	1900	400	3400	1900	20	140	0
Brumby	490344	7421505	Th>U, LREE, P	290	2800	51000	88	29000	16000	0	900	0
Brumby	491270	7421470	U>Th, LREE, Y, Zr, P	22000	2500	7200	280	18000	9400	0	6000	0
Brumby	491247	7421454	U>Th, LREE, Y, Zr, P	11000	1500	7800	220	17000	8800	90	5300	20
Brumby	491203	7421537	Th>U, LREE, P	190	1600	4200	790	10000	6100	0	300	0
Brumby	490838	7422454	U>Th, LREE, Y, Zr, P	3300	1900	12000	520	28000	17000	0	1000	0
Brumby	490836	7422445	U>Th, LREE, Y, Zr	3800	2700	280	310	31000	19000	0	930	0
Brumby	491167	7421285	U>Th, LREE, Y, Zr, P	7100	1900	8700	100	14000	8000	20	870	0
Brumby	491192	7422519	Th>U, LREE, Y, Zr, P	850	2600	4200	560	7700	3900	0	1500	0
Brumby	491560	7421913	Th>U, LREE, Y, Zr, P	280	2500	4000	320	13000	7200	0	990	0
Brumby	491863	7422109	Th>U, LREE, Y, Zr, P	2500	7800	18000	280	24000	14000	10	3800	0
Brumby	491174	7421281	Th>U, LREE, Y, Zr, P	7100	9500	14000	240	19000	11000	10	1000	0
Brumby	491095	7421105	Th>U, LREE, P	1400	9900	4700	630	9400	5400	0	390	0
Brumby	490693	7421135	Th>U, LREE, P	93	3400	4500	1100	5900	3300	0	620	0
Brumby	492201	7424920	Th>U, LREE, Y	690	960	470	220	1400	540	210	1100	10
Brumby	491086	7421293	Th>U, LREE, P?	500	2400	2400	430	3400	1800	10	230	0
Brumby	491192	7421492	U>Th, LREE, P, Zr	2100	2000	4500	370	11000	6300	0	750	0
Unnamed	490054	7422685	Th>U, LREE, P	410	3400	2900	260	5700	3100	0	210	0
Brumby	491091	7422659	U>Th, Y, W	536000	69000	1	0	1000	1000	750	35000	0
Blueys Folly	484800	7402850	Th>>U?, LREE, Ba, Zr	0	1100	2180	5760	7199	4002	0	128	0
Blueys Folly	485100	7402700	Th>>U?, LREE, P, Ba, Zr	0	4000	5280	1780	25782	14568	0	498	0
Blueys Folly	485000	7402200	Th>>U?, LREE, P, Zr	0	1740	4540	370	8796	4936	0	170	0
Blueys Folly	485200	7402550	Th>>U?, LREE, Ba, Zr	0	855	1048	1530	5406	3093	0	103	0
Blueys Folly	485100	7402550	Th>>U?, LREE, Zr	0	831	305	0	4841	2623	0	77	0
Blueys Folly	485500	7403900	Th>>U, LREE, Zr	65	1220	349	0	8147	4993	0	131	0
Blueys Folly	485800	7403950	Th>>U?, LREE, Zr	0	1390	305	0	9231	5231	0	192	0
Blueys Folly	485800	7404200	Th>>U?, LREE, P, Zr	0	3960	13880	910	24973	14033	0	668	0
Blueys Folly	484900	7404700	Th>>U?, LREE, Ba, Zr	0	4040	1964	2000	29391	17100	0	350	0
Blueys Folly	485100	7404700	Th>>U?, LREE, Ba, Zr	0	2080	698	1910	15781	8345	0	157	0
Blueys Folly	485200	7404700	Th>>U?, LREE, P, Zr	0	5900	10520	0	43387	28600	0	858	0
Blueys Folly	485250	7404700	Th>>U?, LREE, Zr	0	1190	1746	840	9164	4945	0	117	0
Blueys Folly	485300	7404700	Th>>U?, LREE, Ba, Zr	0	837	698	3350	6367	3575	0	85	0
Blueys Folly	485350	7404700	Th>>U?, LREE, P, Zr	0	5940	10520	0	45411	29067	0	838	0
Blueys Folly	485750	7405550	Th>>U?, LREE	0	637	480	1050	4140	2309	0	39	0
Blueys Folly	485800	7405600	Th>>U?, LREE, Zr	0	660	3667	0	43936	26067	0	520	0
Blueys Folly	484865	7402861	Th>>U, LREE	0	0	0	0	0	0	0	0	0

(Table 1 Ref: Hussey KJ, 2003. Rare earth element mineralization in the eastern Arunta Region. Northern Territory Geological Survey, Record 2003-2004 )

Commenting on the acquisition, Newera's Managing Director, Martin Blakeman, said: "This acquisition adds to Newera's developing position within the Harts Range province where Newera has targeted pegmatite hosted styles of uranium mineralisation and where historic exploration has clearly demonstrated the presence of strongly uraniferous pegmatite swarms.

Newera holds rights to the Quartz Hill project hosting uraniferous pegmatites and now has secured rights to a further two separate recognized uraniferous pegmatite prospects in Brumby and Blueys Folly, through rights to a majority interest in tenements that have excellent potential to host economic uranium mineralization."


"Our recent focus has been to continue assessing opportunities in the Northern Territory which currently provides the ability to explore for and develop uranium opportunities. This significant addition to our portfolio complements our existing projects and positions the Company as a serious explorer in the Northern Territory," Mr. Blakeman added.

The principle terms of the Option Agreement are:

A three (3) year option to acquire 80% of Fermi's rights to the exploration licence applications listed above, an option fee on signing of the agreements of \$80,000 plus an issue of fully paid shares to the value of \$90,000 (300,000 shares @ 30c fixed), plus 160,000 options exercisable at 35c with a three year expiry from the date of grant.

On exercise of the option (at Newera's discretion), Newera would be required to pay \$200,000 cash plus issue fully paid shares to the value of \$800,000 (at the volume weighted average share price for the last five days trading of Newera on ASX prior to the exercise date) plus 600,000 options exercisable at 50c, with three years to expiry from the date of grant. In lieu of the issue of shares, Newera has the right to pay up to 60% of the exercise price in cash, at Newera's election.

For and on behalf of the Board



M. A. Blakeman  
Managing Director

**Competent Person Statement**

*The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr P.B Schiemer, Exploration Manager, Newera Uranium Ltd who is a member of the Australian Institute of Geoscientists and the Australasian Institute of Mining and Metallurgy. Mr Schiemer has sufficient experience, which is relevant to the style of mineralization and the 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 Schiemer consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.*