

## **sxr Uranium One Inc.**

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Trading Symbol: SXR – The Toronto Stock Exchange

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### **NEWS RELEASE**

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March 24, 2006

Toronto, Ontario

Toronto, Ontario and Johannesburg, South Africa -- sxr Uranium One Inc. announced today that its majority-owned Alease Gold Limited subsidiary has released its interim results for the six months ended December 31, 2005. The results do not reflect the merger between Sub Nigel Gold Mining Company (“Sub Nigel”) and the Corporation’s former New Kleinfontein Mining Company subsidiary which occurred in January 2006 after the period under review.

For the six months ended December 31, 2005, Sub Nigel reported a loss after taxation of R8.192 million, or 10.25 cents per share, compared with a loss of R1.398 million, or 2.08 cents per share, in the six months ended December 31, 2004. The major contributors to the increased loss were an increase in mining and development costs, the expensing of share options in terms of IFRS 2, merger costs incurred in connection with the merger of Sub Nigel with New Kleinfontein and the impairment of certain mineral rights. During the period under review, sweeping and vamping operations at Sub Nigel continued on a minor scale. These marginal activities were stopped following the merger.

Subsequent to the period end, Alease Gold Limited has impaired the balance (R2.506 million) relating to the mining assets carried on Sub Nigel’s Ventersburg project in the Free State, as the Ventersburg mineralization is not SAMREC-compliant. Alease Gold Limited plans an exploration programme to assess the potential of this asset, in the belief that this is a highly prospective exploration target. In addition to the above, share options have been expensed at R0.988 million; this expense, together with the impairment of mineral rights on Ventersburg, aggregated R3.494 million.

Other expenditure of R3.854 million was 136% higher than the R1.630 million figure for the six months ended December 31, 2004. This increase in other expenditure was largely attributable to the costs of the merger between Sub Nigel and New Kleinfontein.

In announcing the results, Alease Gold CEO Neal Froneman stated that, with a new management team, Alease Gold is determined to move aggressively in growing and transforming the company.

Said Mr. Froneman: “Looking forward, Alease Gold is positioning itself to become a significant player in the South African gold industry, first with Modder East and then with

further mines. Alease Gold is also actively seeking new opportunities, and hopes to continue to be a driving force in the ongoing consolidation of the East Rand, which has historically been an important gold mining region, and in which we believe there is still considerable further potential.”

sxr Uranium One Inc. is a Canadian uranium and gold exploration and mining company with a primary listing on the Toronto Stock Exchange and a secondary listing on the Johannesburg Stock Exchange. The Corporation owns 100% of the Rietkuil Dominion uranium project in South Africa and the Honeymoon uranium project in South Australia. The Corporation is also engaged in the acquisition and development of uranium exploration properties in South Africa, Australia and the Athabasca Basin in Saskatchewan. Alease Gold Limited, formed on the completion in January 2006 of the reverse take-over of Sub Nigel Gold Mining Company by Alease Gold and Uranium Resources Limited, is listed on the Johannesburg stock exchange and owned approximately 79% by sxr Uranium One Inc.

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**Cautionary note concerning forward-looking statements:** *Certain of the information contained in this news release constitutes “forward-looking statements”. Such forward-looking statements include the Corporation’s expectations related to the future growth of Alease Gold Limited, as well as market fluctuations. Forward-looking statements are not statements of historical fact and involve known and unknown risk and uncertainties which are beyond the ability of the Corporation to control or predict and which could cause actual events or results to differ materially from those anticipated in such forward-looking statements.*

*The TSX has neither approved nor disapproved of the information contained herein.*