



Lisungwe plc – Uranium exploration update 31 March 2008

Lisungwe reports encouraging uranium results from its Mangochi licence area in central Malawi

Lisungwe plc, the PLUS–quoted mineral exploration company with operations in Malawi, is pleased to announce encouraging results from its uranium exploration programme over its Exclusive Prospecting Licence for the Mangochi area, central Malawi.

The licence area of 950 sq kms is located about 160 kms south east of Lilongwe, the capital of Malawi and about 50kms from a rail road leading to the deep sea port at Nacala on the Mozambique coast.

The prospecting licence was acquired to enable the Company to examine several pronounced radiometric anomalies identified from a United Nations Development Programme sponsored airborne survey carried out in 1987.

Reconnaissance ground follow-up surveys have located an area with total count values greater than 2,000 counts per second with accompanying preliminary uranium values, using a hand-held spectrometer, to a maximum of 155 ppm.

Several zones of anomalous uranium have been identified, the best being over a width of 50m with an average of 100 ppm. Initial field examination of the area suggests that these values may be contained in alluvial deposits derived from granitic bedrock. Values greater than 50 ppm occur over a potential strike length of 3,000 metres.

These preliminary observations are regarded as being highly encouraging and will be followed up immediately with a close-spaced ground survey. Target zones will be examined by pit and possibly trench sampling with on-site spectrographic assays for uranium and thorium. If warranted, selected samples will be tested by conventional analysis by an accredited laboratory.

In the north of the country, Paladin Resources are on schedule for the completion of construction allowing commissioning and production ramp-up on their Kayelekera uranium project to begin in the first quarter of 2009.

The Directors of Lisungwe plc accept responsibility for this announcement.

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