



UXA Resources Limited

ABN 65 112 714 397

The Manager
Companies Announcements Office
Australian Securities Exchange

CHAIRMAN'S ADDRESS TO THE ANNUAL GENERAL MEETING

You have been provided with the Company's annual report and numerous ASX releases throughout the year so you should by now have a good idea about what the company has been doing and what it plans to do. However, I would like to highlight a number of points for longstanding shareholders and in particular for new and hopefully intending new shareholders. I would also like to talk to you about the investment climate and in particular the performance of UXA's share price, post the Fukushima nuclear incident.

Since the Fukushima incident in March of this year UXA's share price has declined significantly in line with most other uranium exploration and mining companies. Whereas this decline has recently been halted it does illustrate the point that the market is undervaluing UXA's diversified position with its most advanced and promising project a Pb-Zn-Ag project and the fact that GAA Wireline has clients over a diversified range of industries.

During 2011 UXA's MD Dr Russell Penney has lead the team to pursue the exploration projects secured during 2010 in a substantial refocussing of the company's exploration strategy and tenements. He has also completed the acquisition of a borehole wireline logging business in the USA to leverage UXA's advantage with its ownership of the PFN technology and expand profitable logging operations into the US. This business is performing very well. He will cover these matters in more detail in his address but I would like to briefly mention several matters:

Firstly, our active exploration projects are focussed on the discovery of advanced highly prospective base metals and uranium. We have announced some very encouraging drill results during the year and expect further high grade drill results from our planned drilled programs.

Secondly, 2010-11 has been a very challenging year for GAA Wireline with the prolonged heavy rains and floods from Queensland to South Australia causing a major disruption of many of GAA Wireline's customers' drilling programs. These disruptions continued for many months; no company can be unaffected in such circumstances. Happily, with the drier weather and return to normal work GAA Wireline is now back working at full capacity and has the benefit of our diversification into the US market.

On a sad personal note, Mr Stephen Gemell has advised me that after 6 years as a non-executive director, he has asked to step down shortly due to pressure of other commitments in his very busy consulting practice and other directorships. I would like to extend to Steve the board's and shareholders' thanks for his outstanding contribution to the development of the company.

Finally, on your behalf I would like to thank Dr Penney, Simon Powell, Andrew White, David Quinn and all of UXA's employees for their outstanding efforts in a very difficult year.