

Project Portfolio Update

25th June, 2008

HIGHLIGHTS

- Decision made to keep the Almendro and Mittimitti uranium properties after encouraging results from geochemistry work
- Decision made to relinquish the Rele, Milagro and Quilacoya uranium properties after disappointing results from geochemistry work

U308 Holdings plc (“U308” or “the Company”), the South American focussed uranium exploration company, is pleased to announce that it has decided to retain the Almendro and Mittimitti uranium projects in Chile after encouraging results from geochemistry work. The Rele, Milagro and Quilacoya projects have been relinquished after disappointing results from geochemistry work.

U308 engaged Richard A. Jeanne, an independent consulting geologist based in Nevada, America to report on the findings of the geochemistry results on Almendro, Mittimitti, Rele, Milagro, and Quilacoya. The findings of the report are summarised below.

MITTIMITTI

203 soil samples were taken at Mittimitti, which returned an average grade of 1.6 parts per million (“ppm”). The sample results revealed moderate grades exhibiting good continuity along various portions of the sample lines. Of the 203 samples, 20% returned a value of 2.0 ppm or greater of uranium. The higher grades are located in the eastern region of the project area and comprise several groups of higher grade samples separated by samples of lower grades. Radiometric anomalies correlate reasonably well with uranium in the soil samples, but with a significantly weaker signature. Not all the uranium anomalies exhibit anomalous radiometric readings, but almost all the radiometric anomalies occur in association with anomalous uranium mineralization. The average radiometric reading at Mitimitti is about 2.2 Rad/hour if the two values of 15 and 30 Rad/hour are included. Excluded, the average is about 1.9 Rad/hour.

ALMENDRO

197 soil samples were taken at Almendro, with an average uranium grade of 1.2 parts per million (“ppm”). Of the 197 samples, 5.6% returned a value of 2.0 ppm or greater of uranium. The distribution of the higher grade samples are more tightly clustered than at Mittimitti, and most are located in the north-west region of the concession along a single sample line. The radiometric signature at Almendro also correlates reasonably well with the distribution of anomalous uranium in soils, but is significantly weaker.

MILAGRO

215 soil samples were taken at Milagro, with an average uranium grade of 1.1 ppm. The Milagro claim block appears to be only slightly anomalous in uranium, with the highest grades occurring in two east-west aligned groups a kilometre apart in the centre of the claim block. Only 5 samples (sub 3%) returned grades above 2.0 ppm uranium. Most adjacent samples returned values of less than 1.5 ppm uranium.

RELE

269 soil samples were taken at Rele, with an average uranium grade of 0.9 ppm. Less than 1% of the samples taken returned a grade higher than 2.0 ppm uranium. There is a clustering of the highest grades (sub 1.5 ppm uranium) in the east central region of the claim block, but these represent only about 3% of the total number of samples collected. Rele exhibits an extremely weak correlation between radiometrics and uranium occurrences.

QUILACOYA

53 soil samples, 6 stream sediment and 2 float samples were taken at Quilacoya. The claim block appears to be only slightly anomalous in uranium. However, the float samples which were found in a creek draining the original two claims, returned 2.1 and 3.3 ppm U. At the same site as the 3.3 ppm uranium float sample a stream sediment anomaly returned a value of 2.3 ppm uranium. The location and nature of these anomalous samples indicates a provenience to the south of the claim block. To this end it was decided to acquire the additional ground to the south and relinquish the original two claims.

The Mittimitti, Almendro, Milagro, Rele, and Quilacoya properties were all acquired under phase II of the now terminated agreement between John McIntyre and Mike Parr. Being the Chief Geologist of U308, Mike Parr was independent of the decision making process regarding those projects that the Company would proceed with retaining and relinquishing.

CONRAD WINDHAM, CHIEF EXECUTIVE OFFICER, SAID:

“It is inevitable that not all exploration projects that are acquired will warrant continued work and expenditure. We consider the geochemistry results from Mittimitti and Almendro to be most encouraging, and can now move forward with a more focussed project portfolio in Chile, expending resources on those projects that have justified continued work, whilst also identifying new projects with the potential for uranium mineralization. We continue to seek out attractive uranium projects across South America that can further strengthen the project portfolio.”

The Directors of the issuer accept responsibility for this announcement

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NOTES FOR EDITORS

U308 Holdings plc is a South American focused uranium exploration company that owns, through its wholly-owned subsidiary, U308 Energy Ltd, 61 exploration concessions, over 183 square kilometres, in Chile. The 61 exploration concessions were acquired over three separate phases, and form seven distinct projects, located in regions VIII, IX and XIV of the country.

The first phase of acquisition saw the Cajones, Peralillo, Patagual and Riñihue projects acquired as a result of anomalous geochemical and radiometric values revealed from historic exploration work carried out in the late 1970s by the United Nations and the International Atomic Energy Commission, in conjunction with the Comision Chilena de Energia Nuclear (“CCHEN”).

The second phase of acquisition saw the Milagro, Quilacoya, Almendro, Mittimitti, and Rele projects acquired as a result of Advanced Spaceborne Thermal Emission and Reflection Radiometer (“ASTER”) analysis. After disappointing results from geochemistry the Rele, Milagro and Quilacoya properties were relinquished.

The third phase of acquisition saw the Poñen uraniferous pegmatite project acquired as a result of reconnaissance mapping and sampling to the east of the licences at Concepcion.

In addition, U308 Holdings plc owns 100% of Southern Star Resources plc, which currently owns 33% of South American Mineral Exploration Ltd.

