

Southern Star Update

26th August, 2008

The Board of U308 Holdings Plc ("U308"), the South American focused uranium exploration company, is pleased to provide the following update on the development of its wholly-owned subsidiary Southern Star Resources Plc ("Southern Star" or "the Company"). It has been decided to rename the Company Southern Star Investments Plc to better reflect the operational nature of the business. The focus for Southern Star Investments Plc is on making investments in natural resource and energy related companies that show promise of providing a strong return on the capital invested. Accordingly, Southern Star is delighted to announce an update on its investment activities, including a new investment in the wind energy sector.

SIROKO POWER LTD

Southern Star has provided Siroko Power Ltd ("Siroko"), an Isle of Man company, with a loan of £75,000 in the form of development loan and supplementary development loan funding. The terms of the loan will see Siroko pay back the development loan of £50,000 upon receiving its primary funding, and paying back the supplementary development loan of £25,000 at the earlier of the Board of Siroko's discretion or 30 June 2009.

Southern Star has been issued 3,611 shares equivalent to 3.25% of the issued share capital in Siroko Power prior to the primary fundraising.

Siroko Power is focused on wind energy and will operate two wholly-owned subsidiaries, Siroko Wind and Siroko Technology. Siroko Wind will develop wind farm projects with a focus on niche markets where it has a commercial advantage through established relationships and/or joint ventures with local partners/landowners. Meanwhile, through Siroko Technology, an investment will be made in a revolutionary new technology for wind turbine blades, RO Blades, in which it will hold 50% of the intellectual property rights.

Furthermore, Siroko is also in negotiations regarding the establishment and funding of "SWIFT", a dedicated investment fund (initially \$100 million) to be applied to project equity required by its Siroko Wind subsidiary.

SOUTH AMERICAN MINERAL EXPLORATION LTD

As announced on 10 April 2008, Southern Star had acquired 33% of the issued share capital in South American Mineral Exploration Ltd ("SAME"). Southern Star is pleased to announce that it has increased its interest in SAME to 47.9% following an investment of GBP126,000.

SAME currently has options over five properties prospective for precious metals, notably gold, in Chile.

CONRAD WINDHAM, CHIEF EXECUTIVE OFFICER, SAID:

"I am delighted with the two investments made to date in Siroko Power and South American Mineral Exploration. We look forward to fulfilling the strategy for Southern Star in making select investments in companies with a focus on natural resources and energy, and developing the portfolio of investee companies further in the coming months."

The Directors of the issuer accept responsibility for this announcement.

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