



5 May 2006

Manager Announcements  
Company Announcements Office  
Australian Stock Exchange Limited  
10th Floor, 20 Bond Street  
SYDNEY NSW 2000

*via electronic lodgement*

Dear Sir/Madam,

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## COMMENCEMENT OF AFRICAN ENERGY'S URANIUM DRILLING PROGRAM

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The Company confirms that African Energy Resources (AER) commenced a uranium drilling program on its Kariba Valley uranium prospects in Zambia on 3 May 2006. Drilling is scheduled to be completed by mid-June with assay results from both Njame prospects anticipated in early June and the balance of the program's results due by early July.

This AER exploration program consists of aircore drilling on the four key Kariba Valley prospects with approximately 120 holes to be drilled to test for uranium mineralisation at the Njame North, Njame South, Chisebuka and Munyumbwe 'A' prospects. These prospects were originally identified in the late 1970's and early 1980's by AGIP SA following first-pass drill testing of uranium anomalies defined through radiometric surveying. The AER uranium exploration program commences with 1,400m of drilling at Njame North, to be followed by 1,400m at Njame South, 2,300m at Munyumbwe A and finally 1,400m at Chisebuka. The expected depth of each drill hole is between 40 and 60 meters.

These prospects form part of an extensive tenement package held by Albidon Limited (ASX:ALB) and are being explored and developed by AER under an Exploration Agreement executed with Albidon in October 2005.

For further information please contact Brett Mitchell (08) 9324 1177.

*On behalf of the Board*

Brett Mitchell  
**Director & Company Secretary**

