

ASX ANNOUNCEMENT

30 July 2008



JOINT VENTURE TO EXPLORE FOR URANIUM IN THE URAVAN

Further to the announcement made on the 7 May, 2008, Royal Resource Limited (ASX:ROY) and its 20% joint venture partner in the USA Lynx LLC is pleased to announce the extension of the relationship with Energy Fuels Inc. (TSX:EFR) with a second partnership, known as the Colorado Plateau Joint Venture. The Joint Venture's aim is to explore, evaluate and mine uranium properties in the Uravan Belt in south-western Colorado – south-eastern Utah (see Figure 1).

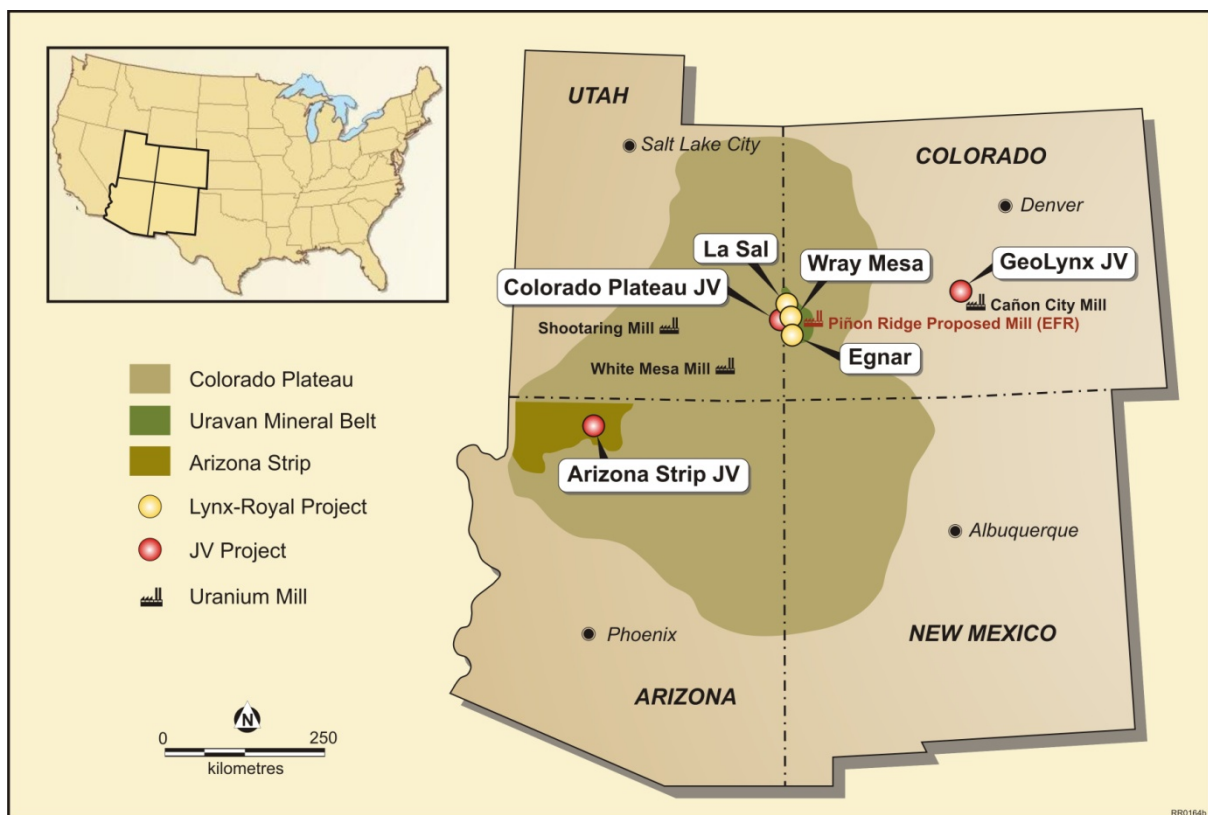


Figure 1: Location of Royal's interests in uranium projects in the USA.

The new joint venture is owned and funded 50:50 by each party. Lynx-Royal and EFR each contributed 82 claims, or equivalents, into the Joint Venture, one claim being approximately 20 acres in size. The total budget for 2008 / 2009 will be US\$406,000. Under the terms of the agreement, Royal, through its Lynx-Royal Joint Venture, will be the manager of the Colorado Plateau Joint Venture and is designated as the operator of the exploration programs. If and when the partners move to a Decision to Mine, EFR will become the designated manager and operator of any mines developed.

The Uravan Belt of the Colorado Plateau has had a long history of uranium mining. Ore was first extracted from the belt in 1898; the same year radium was discovered. In the period 1948 – 1978, the belt produced 63 million pounds of uranium and 330

million pounds of vanadium, an element almost invariably associated with the mineralisation here. The historic average grade of the ore is 0.37% U₃O₈ with a VO₂ to U₃O₈ ratio typically around 4:1.

The uranium market is a mature, well developed and well regulated sector of the resources industry in the USA. The thrust of the Joint Venture is to quickly and profitably develop uranium resources to feed into the burgeoning domestic power generation customer base.

EFR is well on the way to receiving a license to build an uranium-vanadium processing mill at Piñon Ridge, Naturita (Figure 2). Having an alliance with EFR will provide Royal with possible strategies for access to downstream processing of uranium ore mined under this Joint Venture.

ABOUT ROYAL RESOURCES LIMITED

Royal Resources Limited is an Australian based exploration company with a portfolio of projects encompassing uranium and iron ore prospects.

Royal's iron ore focus is in Western Australia where high grade, premium Direct Shipping Ores (DSO) are targeted. It has advanced iron projects in the Midwest of Western Australia, at Warriedar, and at Prairie Downs, adjacent to BHPB's Mt Whaleback iron mine in the Pilbara.

In the USA, Royal, in partnership with Lynx LLC who retain 20% of the Joint Venture, hold in excess of 175 square kilometres of claims on the Colorado Plateau, mostly in the UraVan Belt. On the 7th May, 2008, Royal announced a Joint Venture with EFR to gain access to over 26 properties in the highly prospective Arizona Strip. The latest announcement cements the excellent working relationship between Royal and EFR.

Royal's board and management have extensive experience in exploration, project development, mining operations and public company administration.

ABOUT ENERGY FUELS INC.

Energy Fuels Inc. (TSX:EFR), (www.energyfuels.com) is a Toronto-based uranium and vanadium mineral exploration and development company. It is currently rehabilitating and developing two formerly producing uranium mines in the UraVan Belt. Energy Fuels Resources Corporation, a wholly-owned Colorado subsidiary of Energy Fuels, has a portfolio of exploration properties in the highly prospective uranium and vanadium producing UraVan Belt of Colorado and Utah in the USA.

The Directors of Royal view the broadening co-operation between the excellent technical and management skills of the Lynx-Royal and Energy Fuels teams as an increasing impetus to exploration and mine development success. Partnering with a company whose permitting process for their proposed uranium mill development at Piñon Ridge, Colorado provides a clear opportunity to access downstream processing. As news of planned nuclear power plant builds continue to break, the increasing demand for uranium feedstocks will place Royal in an excellent position to supply into the USA domestic market and so well placed to profit from this demand.

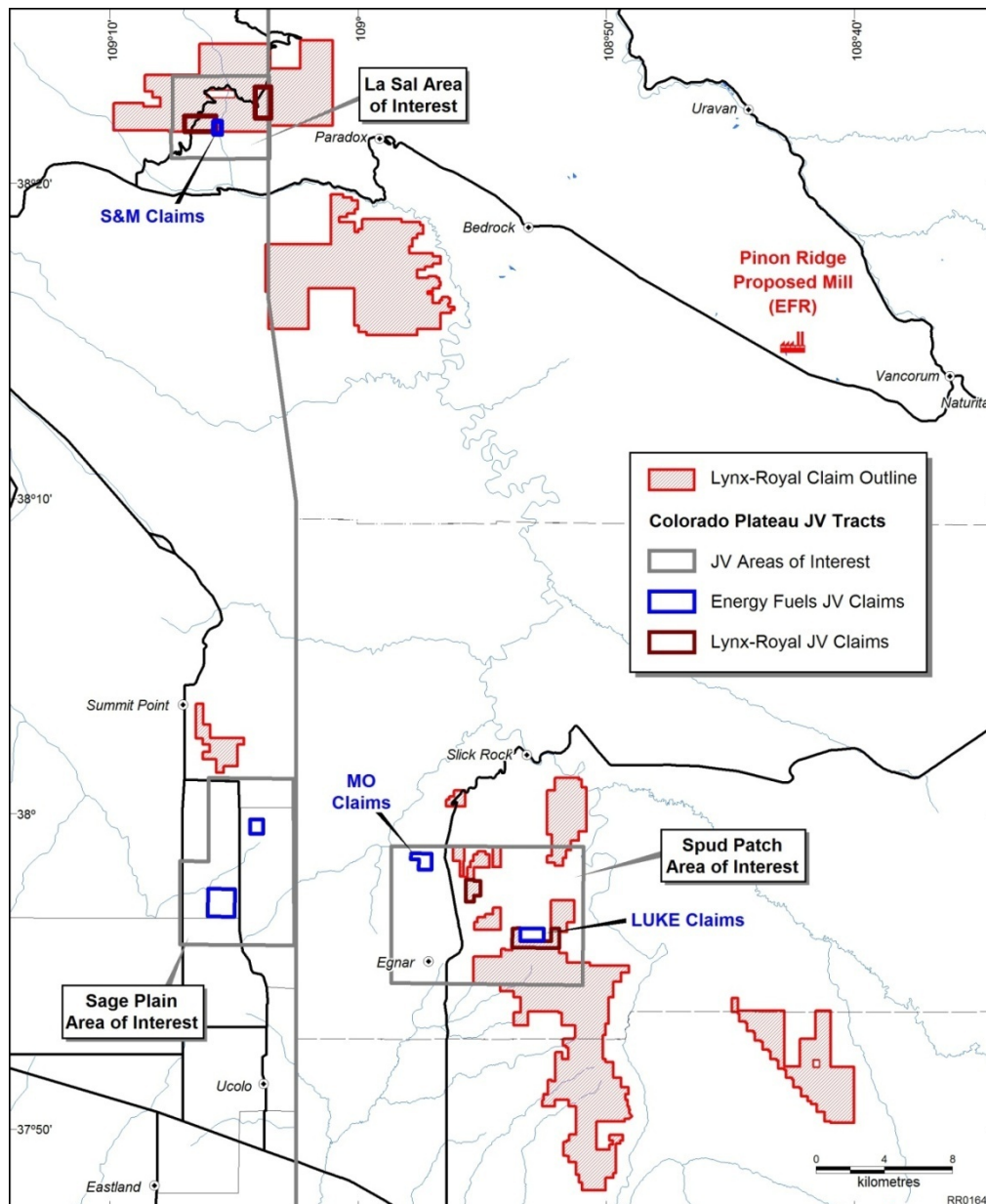


Figure 2: Claims subject to the Colorado Plateau Joint Venture between Lynx LLC - Royal Resources Limited and Energy Fuels Inc.



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