



COMPANY ANNOUNCEMENT

AUD\$20 million Committed Equity Facility and Placement

27 May 2009: The Directors of Universal Resources Limited (“**Universal**” or the “**Company**”) (ASX: URL) are pleased to advise that the Company has entered into two transactions to provide the Company with additional working capital.

1. A Terms Sheet for a AUD\$20 million Committed Equity Facility (“**CEF**”) to be provided by Trafalgar Capital Specialized Investment Fund, FIS (“**Investor**”). The CEF will be used for general working capital purposes. Terms include:
 - a. There is a right but no obligation on the Company to request an Advance on the CEF by way of issuing an Advance Notice to the Investor. The amount of each Advance will be governed by volumes and prices of the Company’s shares traded on ASX over specified periods. At the time of issuing the Advance Notice, Universal must be in a position to issue the shares in accordance with ASX listing rules.
 - b. Provided certain specified default clauses have not been breached by the Company, the Investor will provide the Company with the funds requested in the Advance Notice and the Company will issue fully paid ordinary shares to the Investor.
 - c. The issue price of the shares will be 95% of the lowest VWAP in the 5 trading days following delivery of the Advance Notice to the Investor. The number of shares to be issued will be calculated by dividing the cash value of the Advance Notice by the Issue Price.
 - d. The Investor and its associates and affiliates will be prohibited from short selling or hedging Universal shares.
 - e. The CEF will terminate after 36 months from the date of signing definitive transaction documents.
 - f. The Investor, Falconer Bellomo and Company Limited (“**FBC**”) and the Corporate Advisory arm of Pinnacle Equities Pty Ltd (“**PE**”) will receive normal commercial fees for arranging the transactions, for the provision of the facilities and upon the issue of shares pursuant to the CEF.
 - g. The CEF Terms Sheet is conditional upon the Investor completing corporate due diligence to its satisfaction and the Company and Investor entering into definitive transaction documents.

2. A placement of 40 million shares at an issue price of 1.9c per share to raise \$760,000 before costs. These shares will be issued to sophisticated investor clients of PE and FBC. These companies will receive normal commercial fees for placing the shares. This placement is within the Company's ability to place shares under the 15% allowance without shareholder approval.

In addition, FBC, PE and the Investor will work with the Company to provide further equity and debt facilities for various transactions contemplated or proposed by the Company.

The CEF has been put in place by London based, Luxembourg Fund, Trafalgar Capital Specialized Investment Fund, FIS, an alternative investment fund specializing in structured finance for small to midcap publicly traded companies. The fund has previously allocated convertible notes and other instruments to various ASX listed companies

The transactions have been arranged on behalf of Universal by FBC and PE, both of which are Melbourne based companies specialising in corporate advisory and fund raising services. FBC was the Underwriter to Universal's IPO in 2002.

The Directors believe the capital to be provided pursuant to these transactions will assist the company to implement its business plans in a timely manner. The Terms of the transactions are considered to be attractive for the Company, particularly in the current market and economic environment.



Peter Ingram
Chairman and Managing Director
27 May 2009

ANNOUNCEMENT ON CAPITAL RAISING

Please find above an ASX announcement regarding a Capital Raising. This announcement will end the requested Voluntary Suspension of the Company's shares.

ENTITLEMENT ISSUE DATED 17 JANUARY 2009

In the interests of completeness the Company advises that the Entitlement Issue which closed on the 25 February 2009 received applications for 59,469,771 Ordinary shares at 1 cent per share for \$594,698. The balance of the Issue was taken up by the Underwriters to the issue for a total of 112,541,429 Ordinary shares at 1 cent for \$1,125,414.

For further information please contact Peter Ingram or Des Kelly (Company Secretary and CFO) on 08 9486 8400.