

ASX Announcement
12 October 2009

COMMITTED EQUITY FACILITY- TERMINATION

Background

1. On 22 May 2009 Universal Resources Limited ("**Universal**") and Trafalgar Capital Specialized Investment Fund, FIS ("**Trafalgar**") entered into a term sheet for a committed equity facility of AUD \$ 20,000,000 ("**Term Sheet**").
2. The Terms Sheet was binding on the parties and subject to the completion of satisfactory due diligence by Trafalgar and the execution of formal agreements between the parties setting forth the respective rights and obligations of each party to the matters set out in the Term Sheet ("**Conditions Subsequent**").
3. Pursuant to the clause in the Term Sheet entitled "Duration" ("**Duration Clause**"), the Term Sheet will terminate on the earlier of:
 - (a) The "Commencement Date"; or
 - (b) If the Conditions Subsequent have not been satisfied, upon the expiry of 10 business day's prior written notice from Universal to Trafalgar.
4. To date the parties have not executed the formal agreements referred to above.

Termination

On the 2 October 2009 Universal Resources gave notice to Trafalgar pursuant to the Duration Clause for Termination of the Term Sheet.

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For further information, please contact:

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