

NEWS RELEASE

10 May 2010

STRATEGY UPDATE POST MERGER

Universal Resources Limited (ASX: URL, FSE: URZ, Berlin: URZ) (“Universal”) is pleased to provide shareholders with an update on corporate strategy following the merger of Vulcan Resources Limited and Universal earlier this year.

The Company’s primary focus has been on completing feasibility studies at the Outokumpu copper project in eastern Finland and a strategic review of the Roseby copper project in Queensland, Australia.

On receipt of these studies, the Board will evaluate the Company’s future strategy with respect to asset portfolio, including Finnish nickel assets and Queensland uranium potential.

Managing Director Dr Alistair Cowden said the Company was considering all options to deliver shareholder value. “Our analysis includes a range of possibilities including various financing structures, partnerships and asset sales,” said Dr Cowden.

“The merger has provided an opportunity for a fresh review of our corporate strategies and as such, we are reviewing our project development priorities to determine what path is likely to deliver the best value,” he said.

Outokumpu

The Company is nearing completion of an update and optimisation of feasibility studies of the Outokumpu Copper Project in Finland. The study aims to integrate the Luikonlahti processing plant into prior studies for developing the Kylylahti mine.

All work on the processing plant capital and operating costs are complete. Metallurgical testwork and studies on the revised infrastructure requirements at the Luikonlahti site are also complete.

Mine design, costings, schedules and reserve estimates are ongoing with decline design complete, but awaiting further cost inputs prior to finalising. Stope optimisation is still in progress.

The study is expected to be completed in the coming months.

Roseby

The Company has engaged resource consultancy group Optiro to assist with a strategic review of the resources, reserves and mining strategies outlined in the Roseby project Definitive Feasibility Study. Initial indications are that significant improvements can be made to the proposed production rate of 26,000tpa copper and that a material increase in the overall size of the resource may be possible through application of lower cut-off grades, infill and extension drilling as most deposits are open in more than one direction and better resource modelling. The study will be completed in coming months and deliver recommendations for a drilling programme.

Investor Communications

Communicating with shareholders and investors remains a priority of the Company moving forward. Senior executives from Universal will be in Sydney this week to provide a number of updates about the Company's progress and future plans.

The Company is participating in the RIU Sydney Resources Round up from 10-12 May 2010. Dr Cowden will be presenting and overview of Universal's current activities and growth plans on Wednesday 12 May 2010 at 10:10am EST. For further information, please visit www.riuconferences.com.au.

The Company will also be presenting at the All Metal Forum in Sydney on Thursday 13 May 2010 at 2:00pm EST. This event is free to attend for all pre-registered guests. To register for this event, please visit www.canaryevents.com.au.

Universal will also be hosting investor briefings in Melbourne and Perth in the future. To register your interest, please contact Marianne on +61 (0)8 9485 2929 or mdulaney@universalresources.com.au.

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Competent Person Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled and reviewed by Dr Alistair Cowden BSc (Hons), PhD, MAusIMM, MAIG who is full time employees of the Company and have sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which they are undertaking to qualify as Competent Persons as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Alistair Cowden consents to the inclusion in the report of the matters based on their information in the form and context in which it appears.

About Universal

Listed ASX base metal companies Universal Resources Limited and Vulcan Resources Limited merged on 19 February 2010. It is intended to rename the merged group Altona Mining Limited (Altona). . The group has two major copper assets and a clear strategy to build a profitable copper business producing from multiple mines in historic major copper mining camps.

With two high quality advanced stage copper projects (Outokumpu in Finland and Roseby near Mt Isa in Queensland), over 1Mt of contained copper in Resources, near-term production potential, and a strong balance sheet, Altona is poised to deliver significant shareholder value.