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AUSTRALIAN MINING CONGRESS

Sydney, 19 November 2008

UNIVERSAL AND THE ROSEBY COPPER PROJECT

A Presentation By

Peter Ingram

Chairman and Managing Director

Universal Resources Limited

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OUTLINE OF PRESENTATION

- ◆ **Corporate Overview**
- ◆ **Roseby Copper Project**
- ◆ **Financing the Roseby Project**
- ◆ **Exploration Potential**

Corporate Overview

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DIRECTORS

Peter Ingram – Chairman and Managing Director

Maurie Hoyle – Executive Director, Technical

Jason Brewer – Non-Executive Director

Bruce Fulton – Non-Executive Director



Corporate Overview

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MANAGEMENT

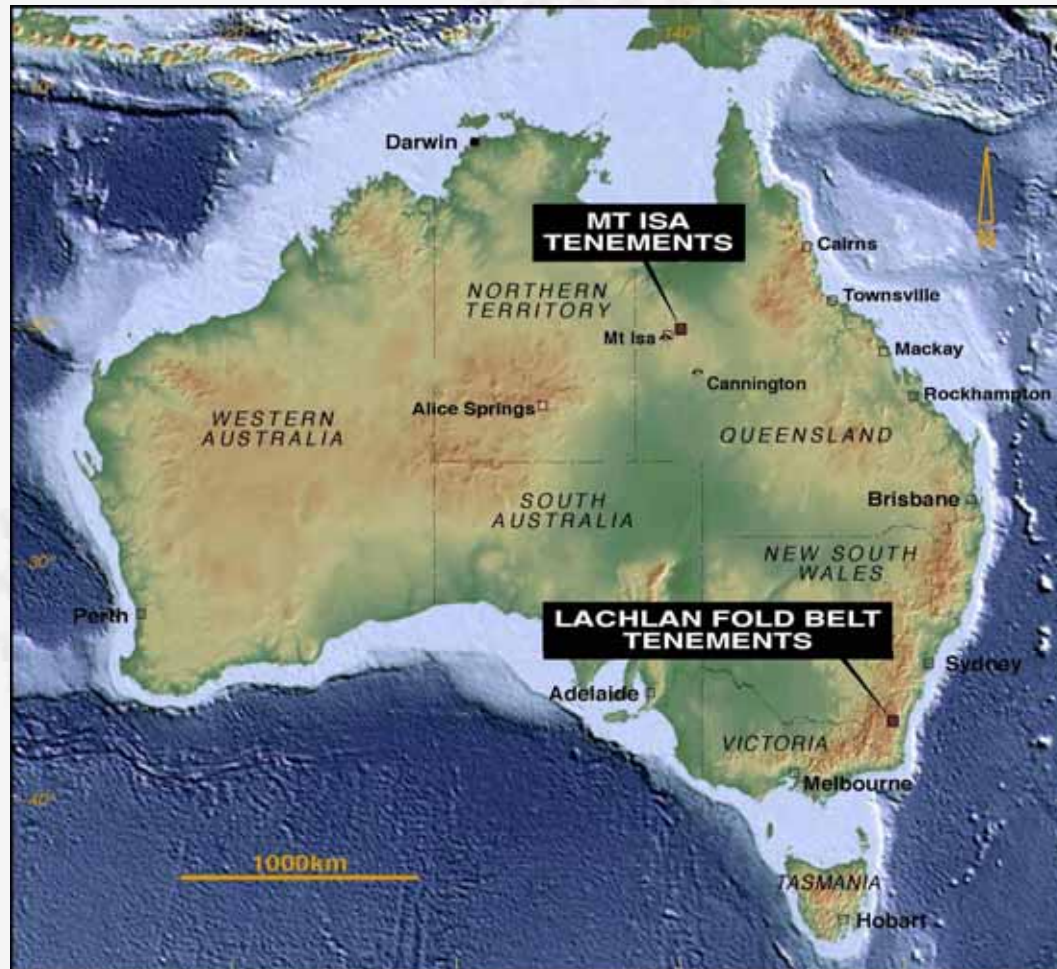
- Peter Ingram** – **Managing Director**
40 + years experience in the mining and company management
- Maurie Hoyle** – **Executive Director, Technical**
40 + years experience in exploration and mining geology
- Desmond Kelly** – **Chief Financial Officer and Company Secretary**
30 years experience in public company administration
- Geoff Jones** – **Roseby Project Manager**
30 years experience in process engineering, project management,
and commissioning of mining operations
- John Scott** – **Senior Roseby Project Geologist**
12 Years experience in mining and exploration geology

ISSUED CAPITAL AND MARKET DATA

Issued FPO Shares	344.0M
Converting Notes*	A\$15.2M
Employee Options (some are subject to shareholder approval)	18.8M
Cash (30 September 2008)	A\$2.2M
Share Price (30 October 2008)	2.7c
Market Capitalisation	A\$10M

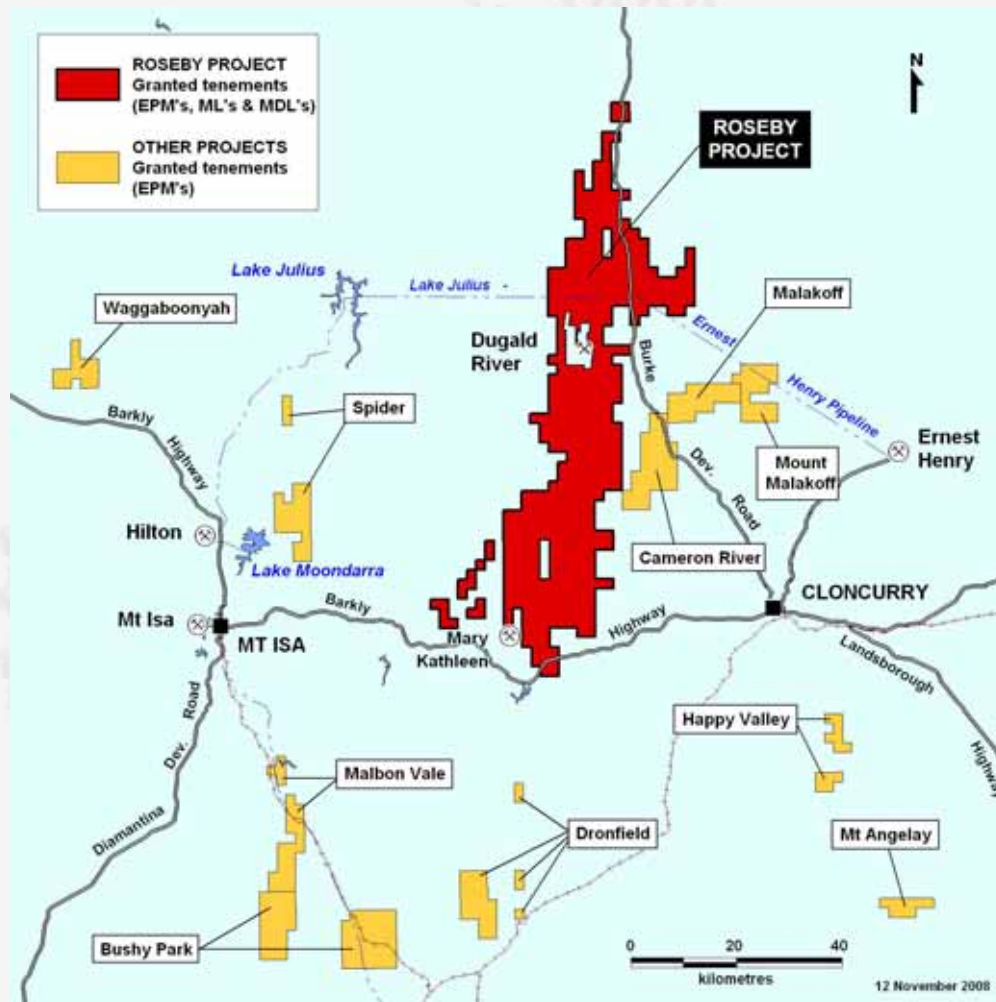
** The CN's mature in June and July 2009. They can convert at any time at 18c per share. If not already converted at Maturity, they convert automatically at either 18c per share or, if the share price is less than 18c , at the 5 day VWAP.*

Universal Project Locations



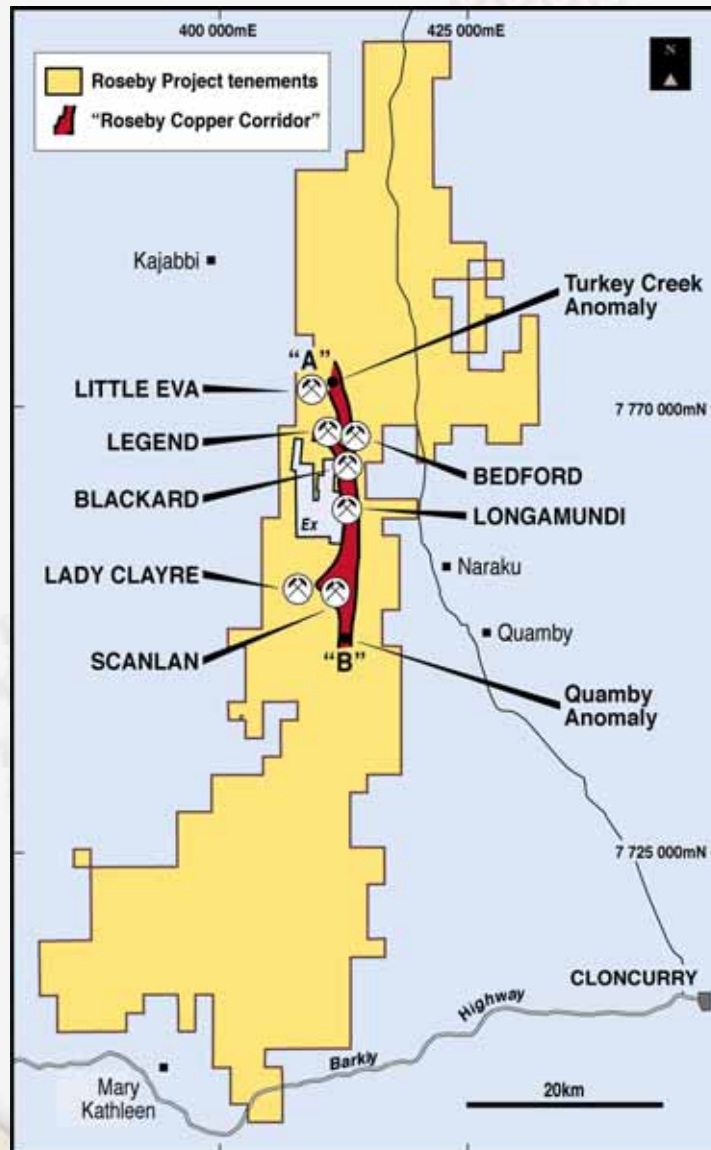
Universal has large tenement holdings (~2,200 sq km) in two of Australia's most prospective base metal provinces

Mt Isa Inlier Tenements



- 2,200 sq km of granted tenements
- Excellent geology
- Potential for copper-gold, Lead-zinc-silver, Uranium and Gold
- Limited exploration to-date
- Excellent infrastructure is established in the region

Roseby Copper Project



TENEMENTS

- 1650 sq km in area
- 25 Km Roseby Copper Corridor
- Ten deposits
 - Seven Sedimentary Copper deposits
 - Three Iron Oxide Copper Gold (IOCG) deposits
- Limited exploration to-date
- Important uranium potential in the south, near Mary Kathleen

Roseby Copper Project

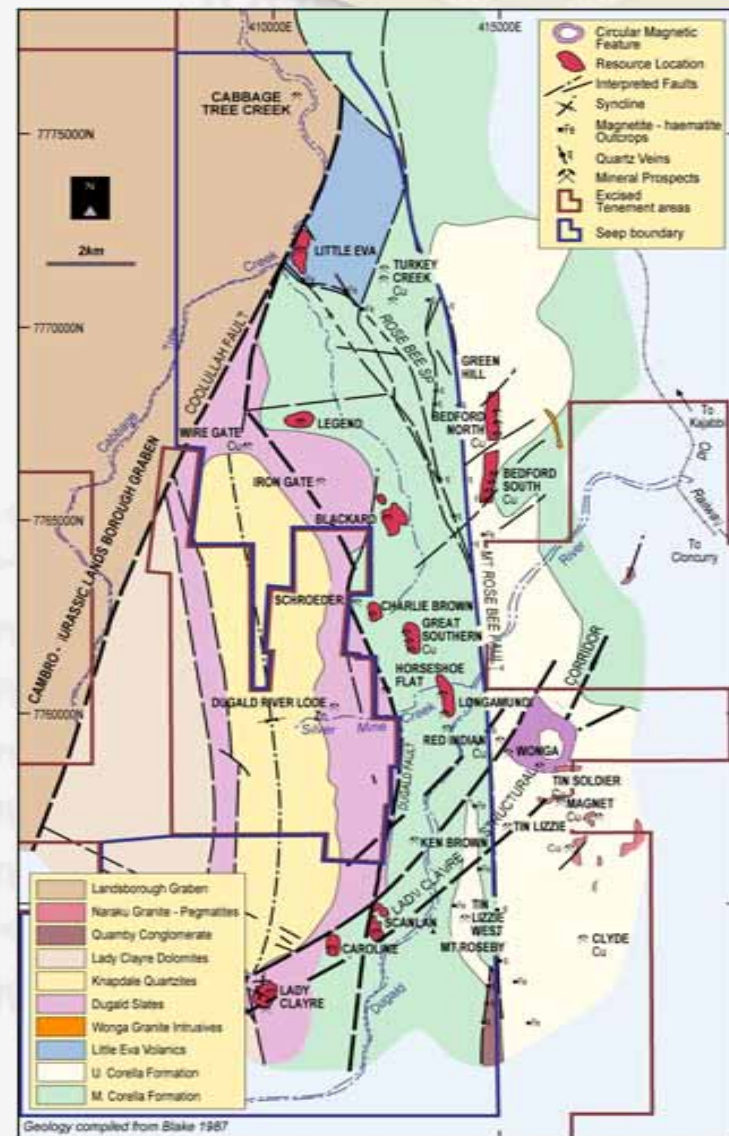
MINERALISATION STYLES

Sedimentary Copper Deposits

- Sedex deposits now remobilised into stratabound deposits – copper only
- Native copper in Supergene zone up to 250m deep, overlying primary sulphide zone
- 72% of total resource base

IOCG Copper-Gold deposits

- Primary copper sulphides with significant gold credits
- Shallow depth of oxidation (~25m)
- 28% of total resource base

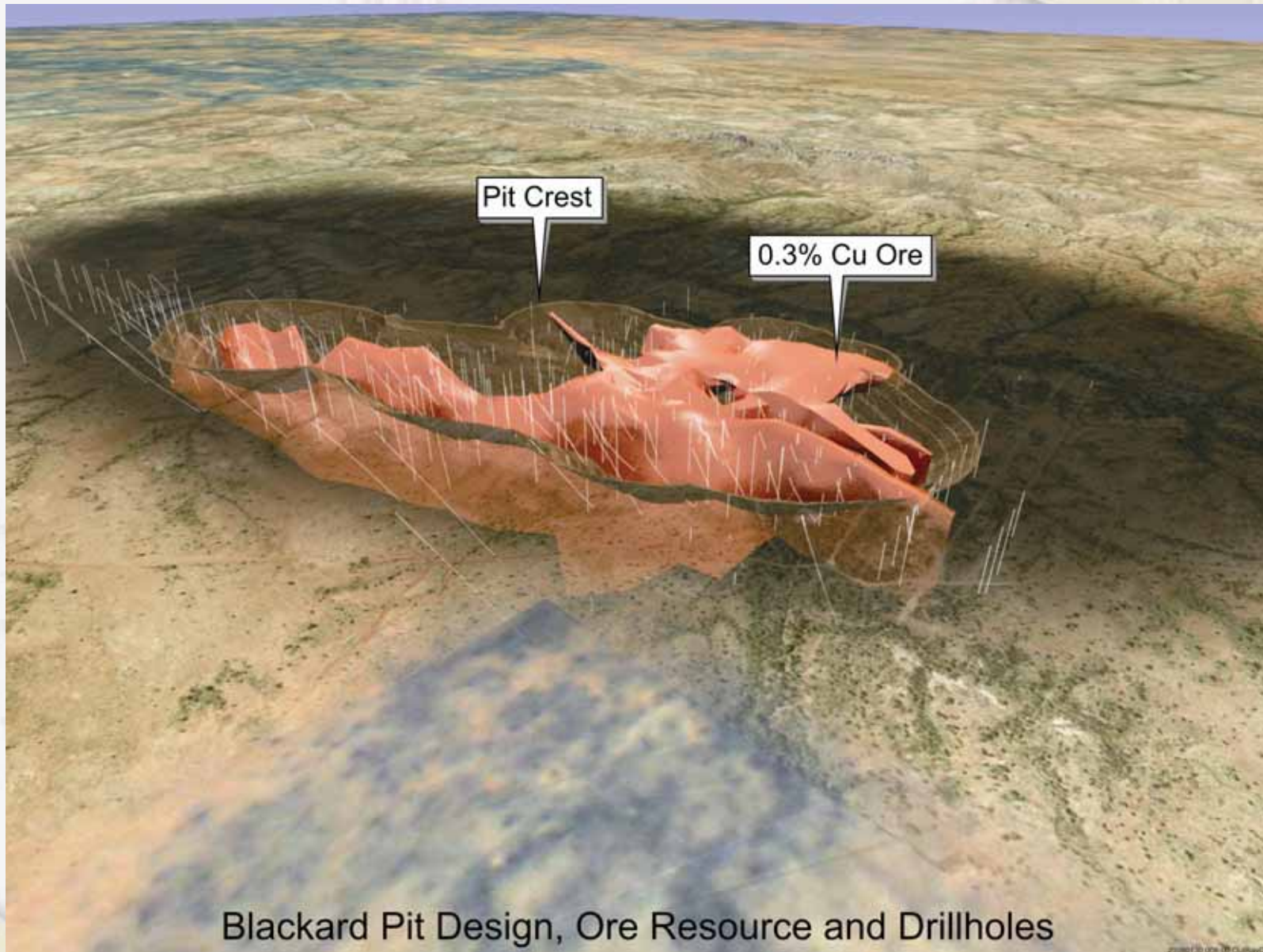


Roseby Copper Project

DEPOSIT TYPE	IN SITU RESOURCES (All Categories)			CONTAINED METAL	
	Tonnes (M)	Copper (%)	Gold (gpt)	Copper (t)	Gold (Oz)
Sulphide	35.8	0.80	0.18	287,000	205,000
Native copper	92.7	0.64	0.01	591,000	34,000
Total	128.5	0.68	0.06	878,000	239,000

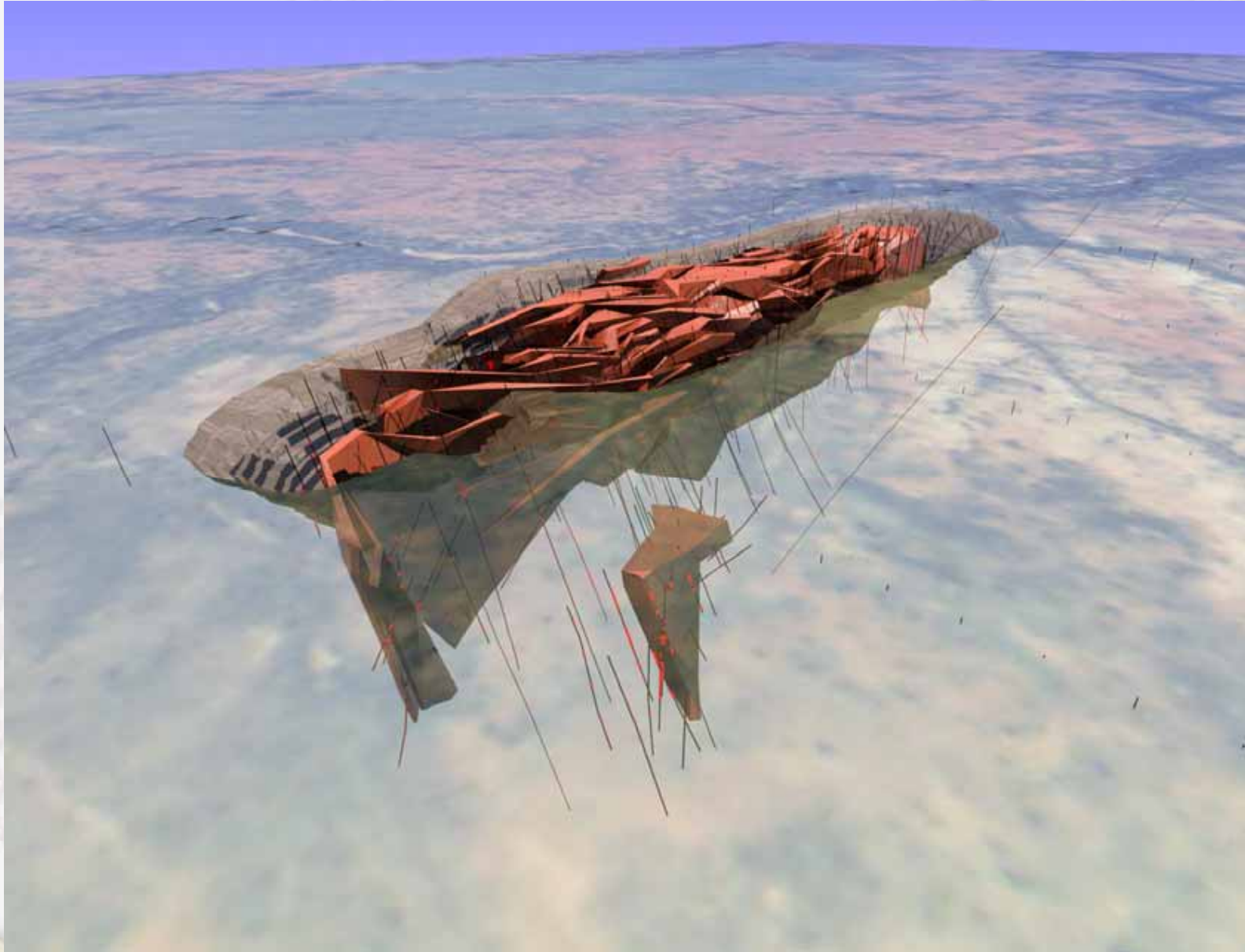
DEPOSIT	ORE RESERVES (MT)	GRADE	
		Copper (%)	Gold (gpt)
Little Eva	15.46	0.75	0.13
Blackard	22.85	0.66	0.00
Scanlan	9.20	0.71	0.00
Total	47.93	0.71	0.04

Roseby Copper Project



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DFS KEY OUTCOMES

Throughput

5Mtpa

Capital costs

\$213M

Annual metal production

Copper in concentrates

26,000tpa

Gold in concentrates

7,500 oz pa

C1 cash operating costs

DFS August 2008 Fwd curves

US\$1.36/lb

22 October spot prices

US\$1.20/lb

DFS FINANCIALS

(Using the forward curves for copper, gold and exchange rate as at 28 August 2008)

LOM operating surplus	\$1,075M
Average annual operating surplus	\$112Mpa
NPV (8.5%)	\$355M
IRR	37%
Capital payback	2.2 years
C1 cash operating costs	US\$1.36/lb

PRODUCTION START-UP DEPENDS ON THREE FACTORS

- ◆ **Provision of project finance (debt, sub-debt and equity)**
- ◆ **Grant of the Mining Leases and access to the site – H1 2009**
- ◆ **Finalising key contracts – currently on hold**

A TOTAL FUNDING REQUIREMENT OF \$230 IN THREE FACILITIES

- **\$100M senior project debt facility**
- **\$130M of subordinated debt and equity, with the proportions not yet quantified**

SENIOR DEBT

- **Mandate signed with NAB and CBA as Joint Lead Arrangers (JLA) – now on hold**
- **Up to US\$100 million senior debt facility**
- **2 years construction and 5 years post commissioning**
- **In particular, provision of this facility will depend upon securing the sub-debt and equity components of the funding**
- **Due diligence, legal documentation and other conditions precedent to be satisfied prior to draw down – now on hold until next year**

SUBORDINATED DEBT AND EQUITY

- **Negotiations have been undertaken with several parties interested in the subordinated debt and/or the equity components – however, these discussions are now on hold until next year**
- **Recent subordinated debt transactions have had significant equity and/or royalty costs associated with them.**
- **Is the funding cost worth it in the current metal price regime?**

WHERE TO NOW?

There are a number of ways forward for Universal

- **Wait for the market conditions to improve – not ideal**
- **Corporate activity**
 - **M & A**
 - **Cornerstone investors – private or corporate**
 - **Private equity**

Universal is investigating, and will continue to investigate, all opportunities to adequately finance the company and in particular, to finance the Roseby Copper Project.

Capital preservation

Feasibility/development expenditures curtailed

No exploration until financing is in place

Corporate and administration expenditures minimised

Bank finance

External due diligence suspended until equity markets improve

Equity finance

Looking at several corporate opportunities

Assumptions – over next two years

- The world financial crisis will be managed by the major economies with return to growth in developed economies
- China's stimulatory package(s) will restore growth to >8%
- Metal prices will recover to attractive levels, but maybe not to the peak levels of 2007 and 2008

Roseby

- Equity and debt capital markets should be restored to positive situation facilitating financing of the Project
- Develop Roseby, possibly with a PE or corporate partner

Exploration

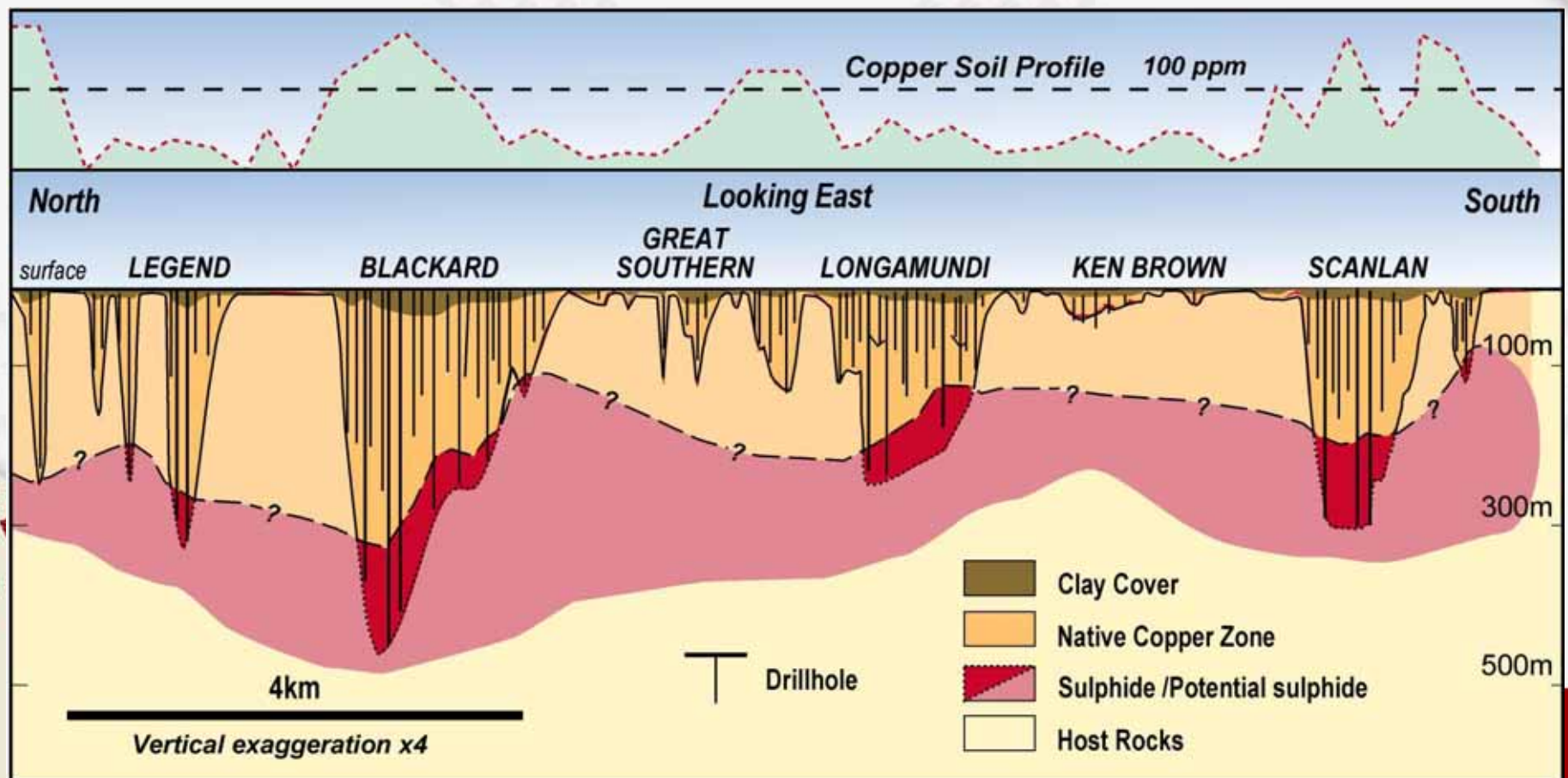
- Exploration for IOCG deposits will be continued by Xstrata and Universal when funds are available.

UNIVERSAL'S EXPLORATION POTENTIAL

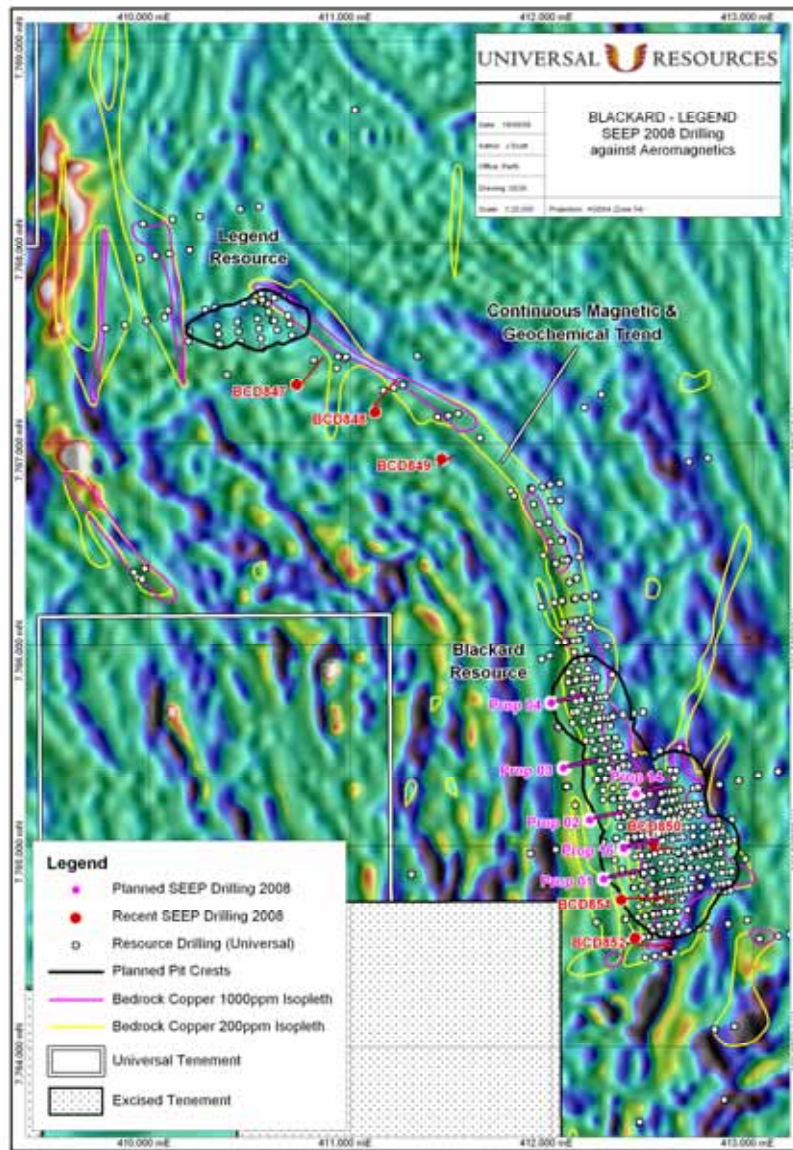
SEEP Exploration Potential

The search for a large sulphide deposit at depth beneath the native copper deposits

Excellent results to-date (July 2008). Drilling in progress



SEEP – Blackard Deeps

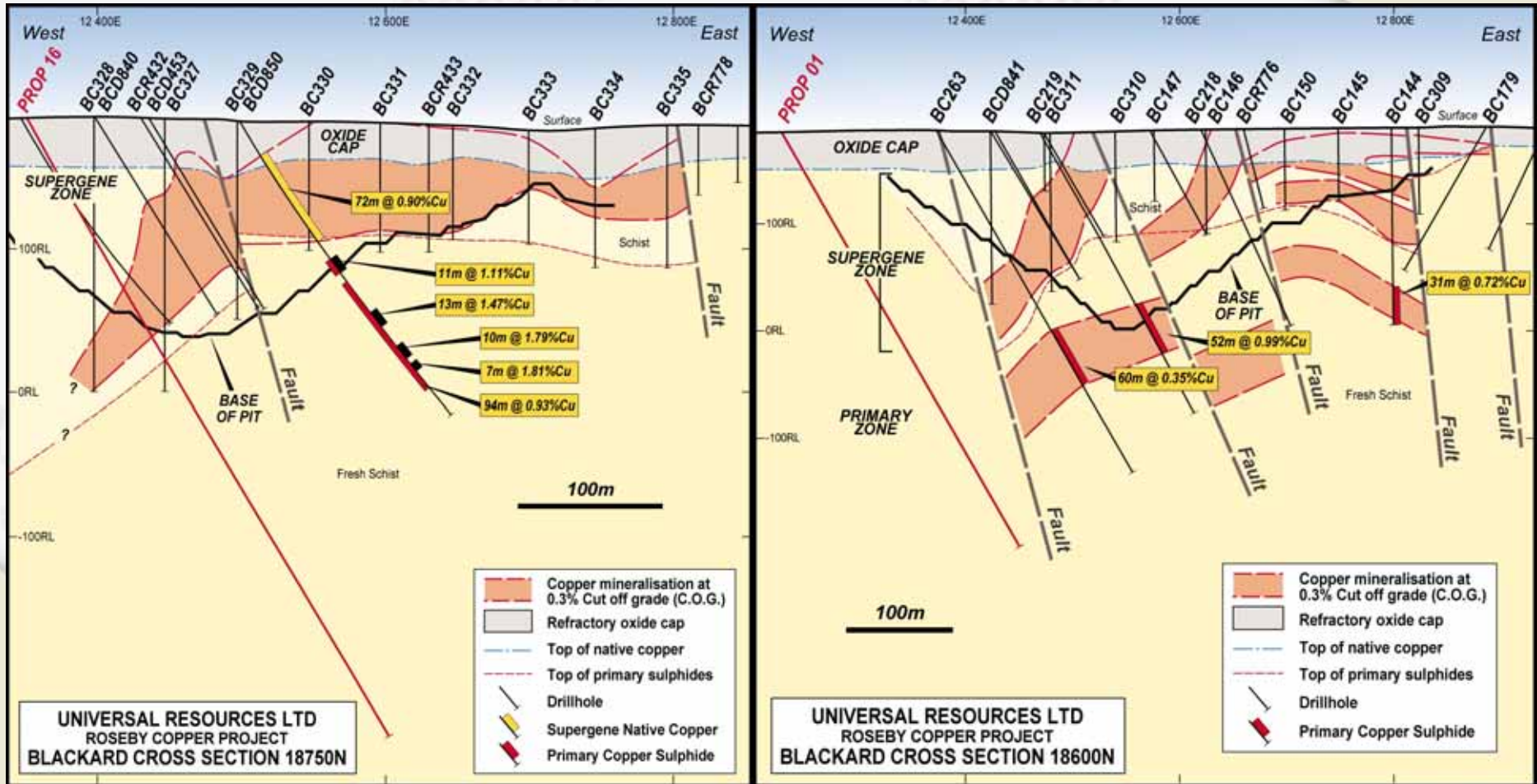


Drilling by Xstrata

Copper has intersected a major new ore position beneath the Blackard native copper mineralisation

SEEP – Blackard Deep

A MAJOR NEW ORE POSITION?



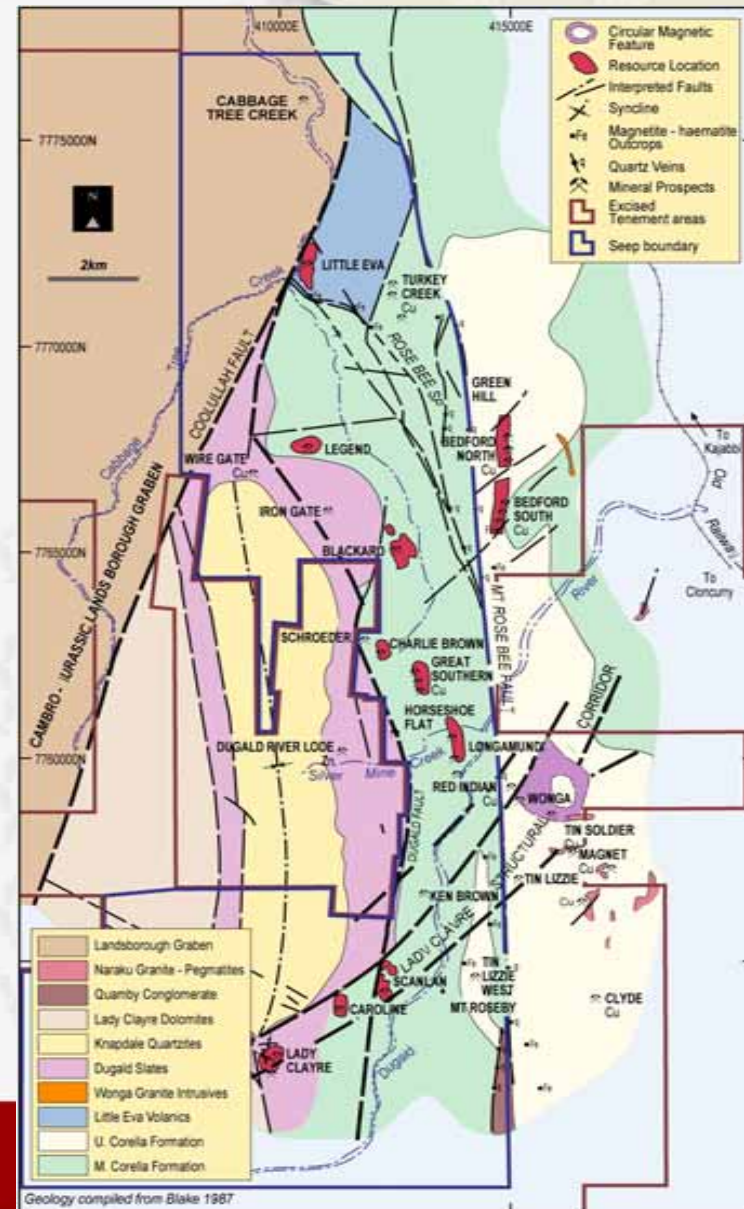
Wonga IOCG Targets

IOCG Copper-Gold deposits

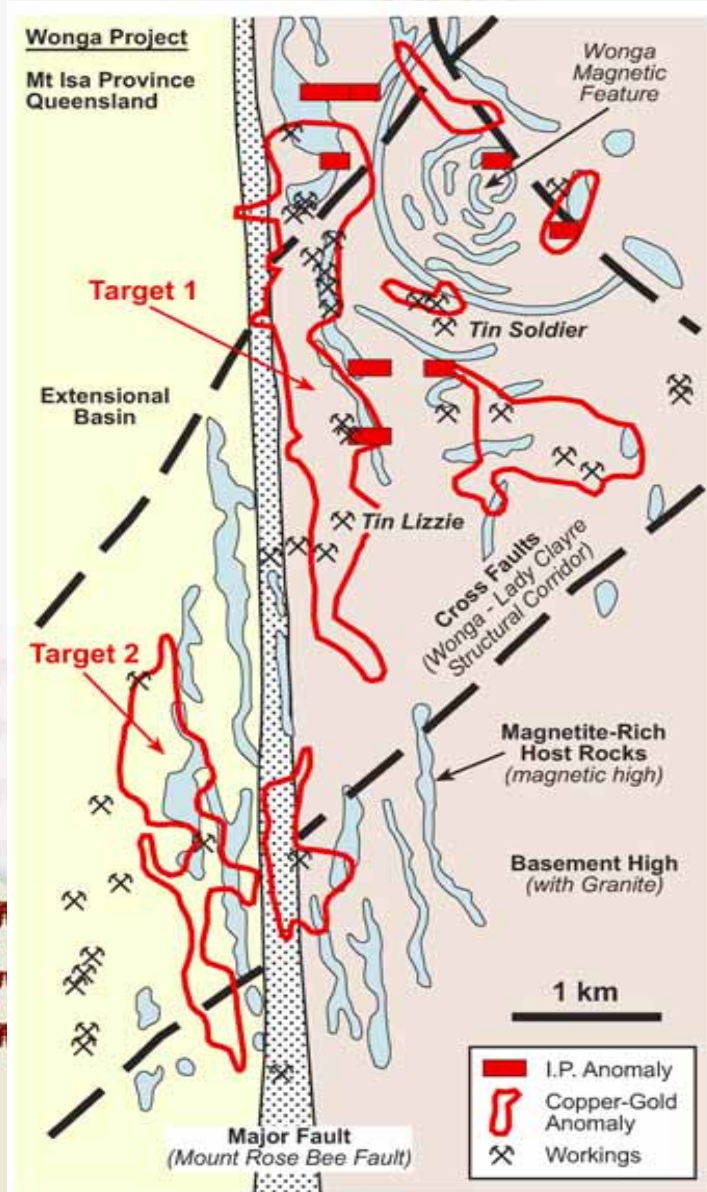
Major targets only 7-10km SE from proposed Roseby treatment plant

Primary copper sulphides with significant gold credits

Shallow depth of oxidation (~25m)

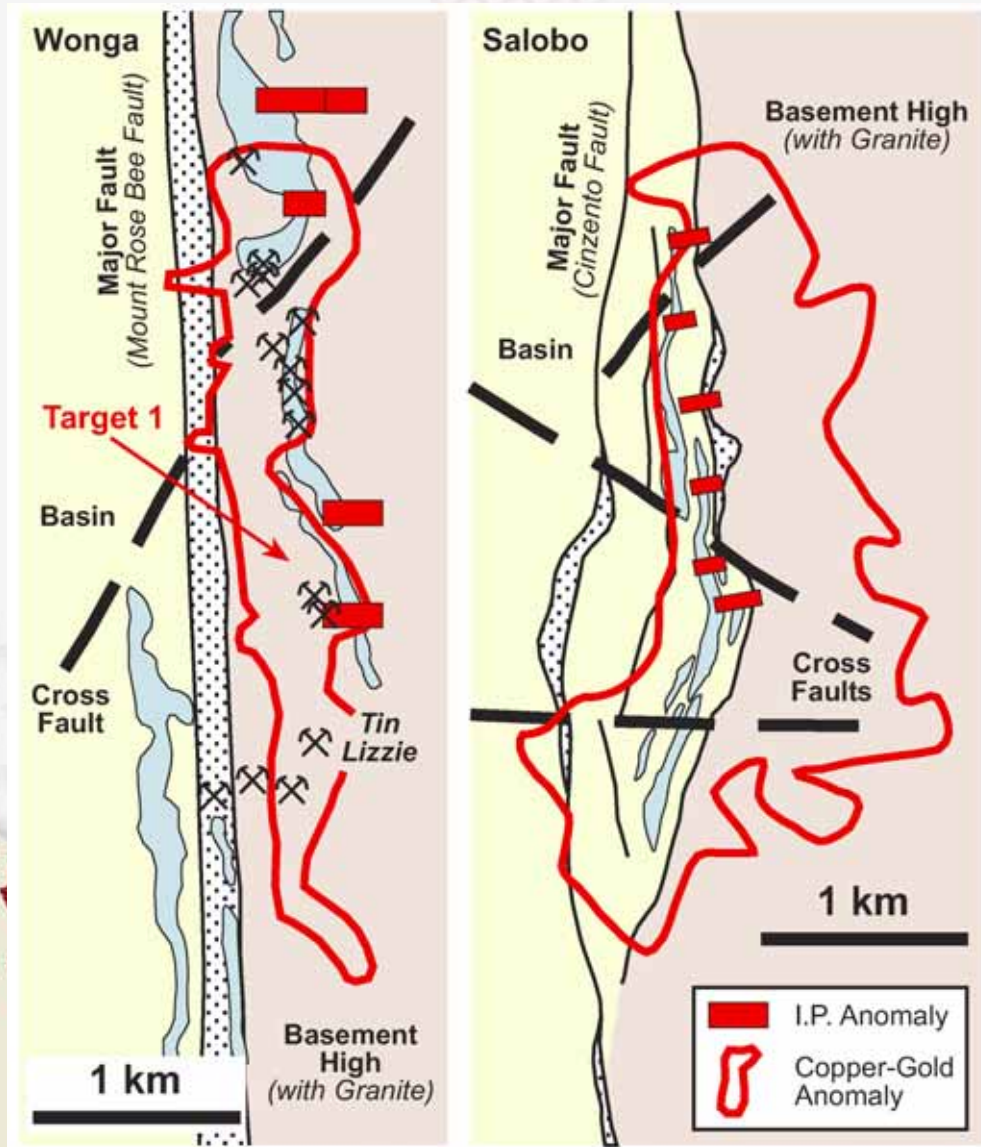


Roseby IOCG Potential



**SEVERAL LARGE
GEOCHEMICAL-GEOLOGICAL-
GEOPHYSICAL TARGETS
WITH POTENTIAL FOR MAJOR
IOCG DEPOSITS**

Wonga, a Salobo look-alike?



Salobo in Brazil

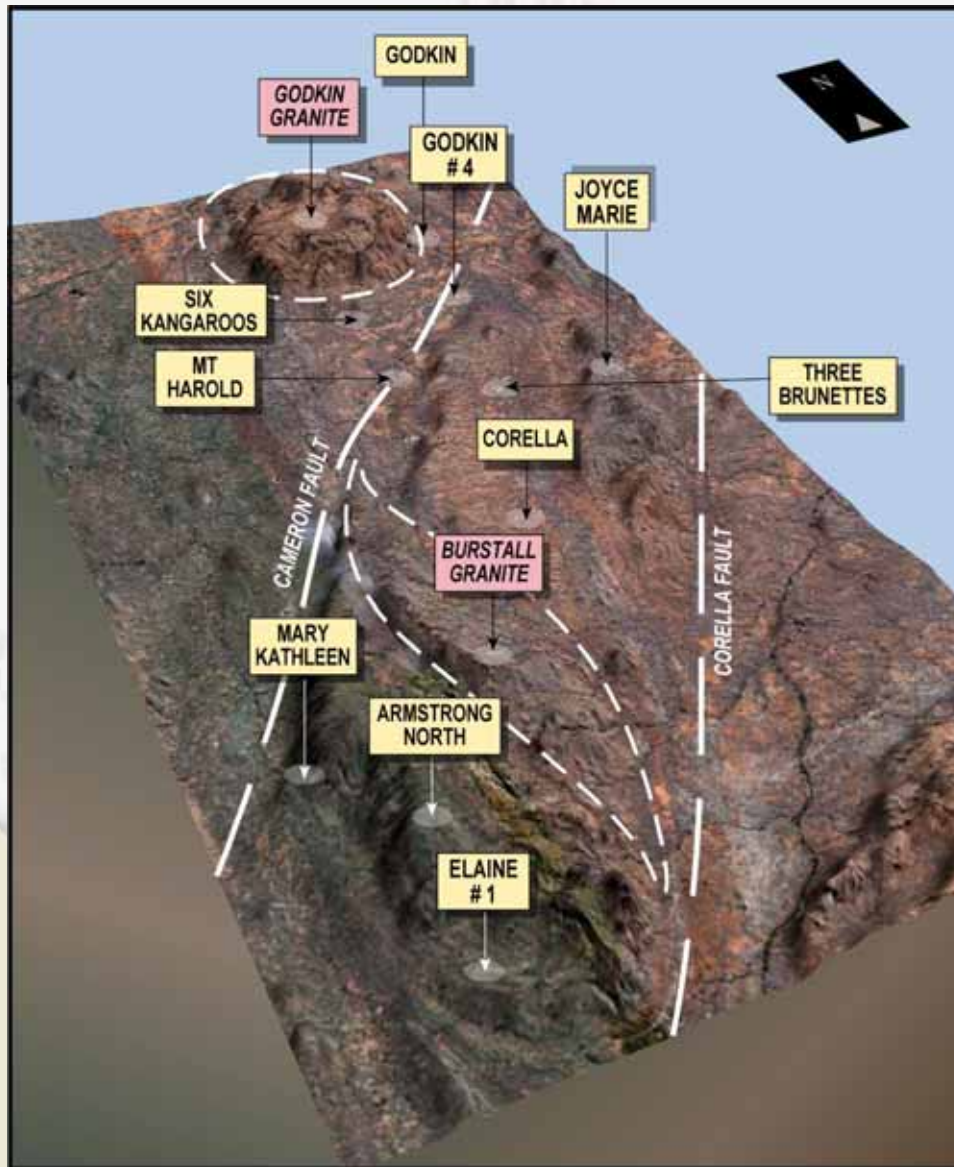
A large IOCG deposit

986 Mt Ore Reserve grading
0.82% copper and
0.49 gpt gold

Co-incident magnetic and
geochemical anomalies

Major deep crustal-scale
structures with cross faults

Mary Kathleen North Area



MKPA is dominated by:

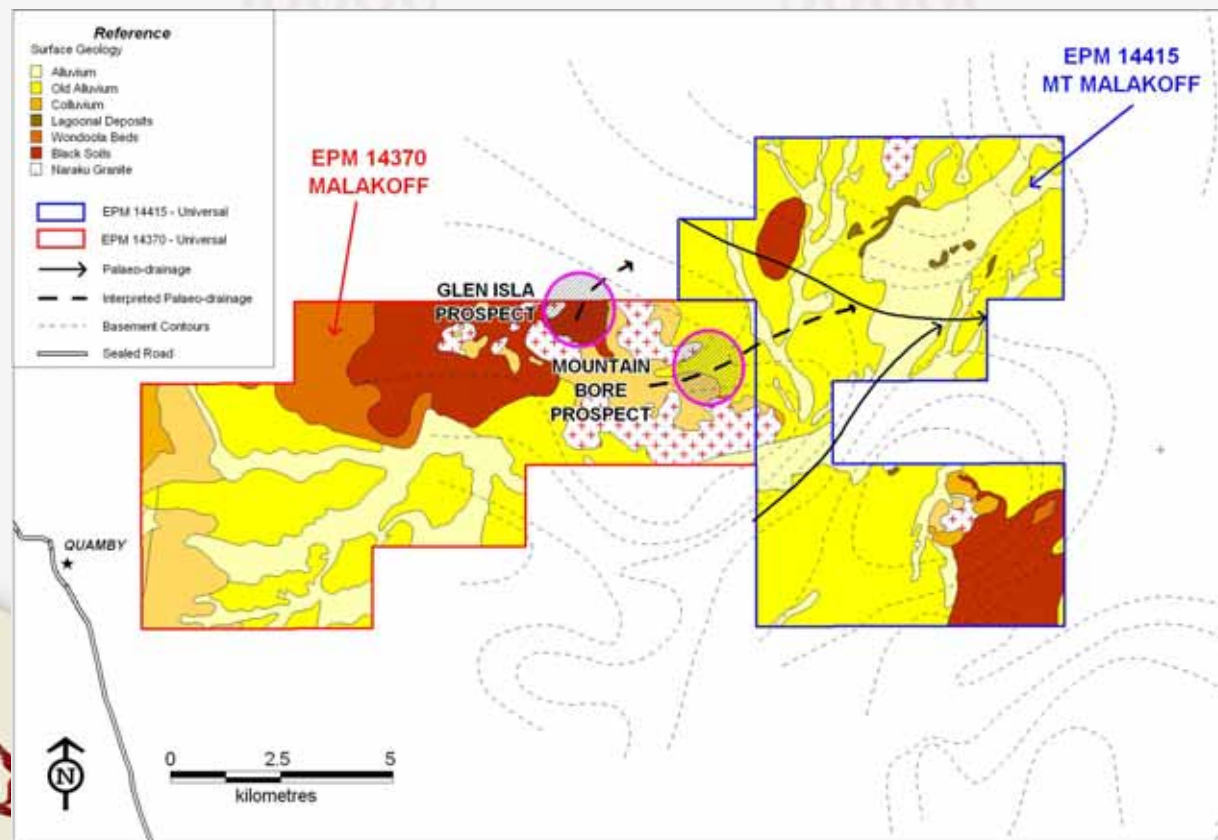
- **Two NNE trending faults**
- **The intrusion of two “hot” granites**
 - **The Burstall Granite near Mary Kathleen**
 - **The Godkin Granite**
- **The presence of uranium and rare earth mineralisation associated with the faults**

The area is significantly under-explored

Malakoff roll-front uranium

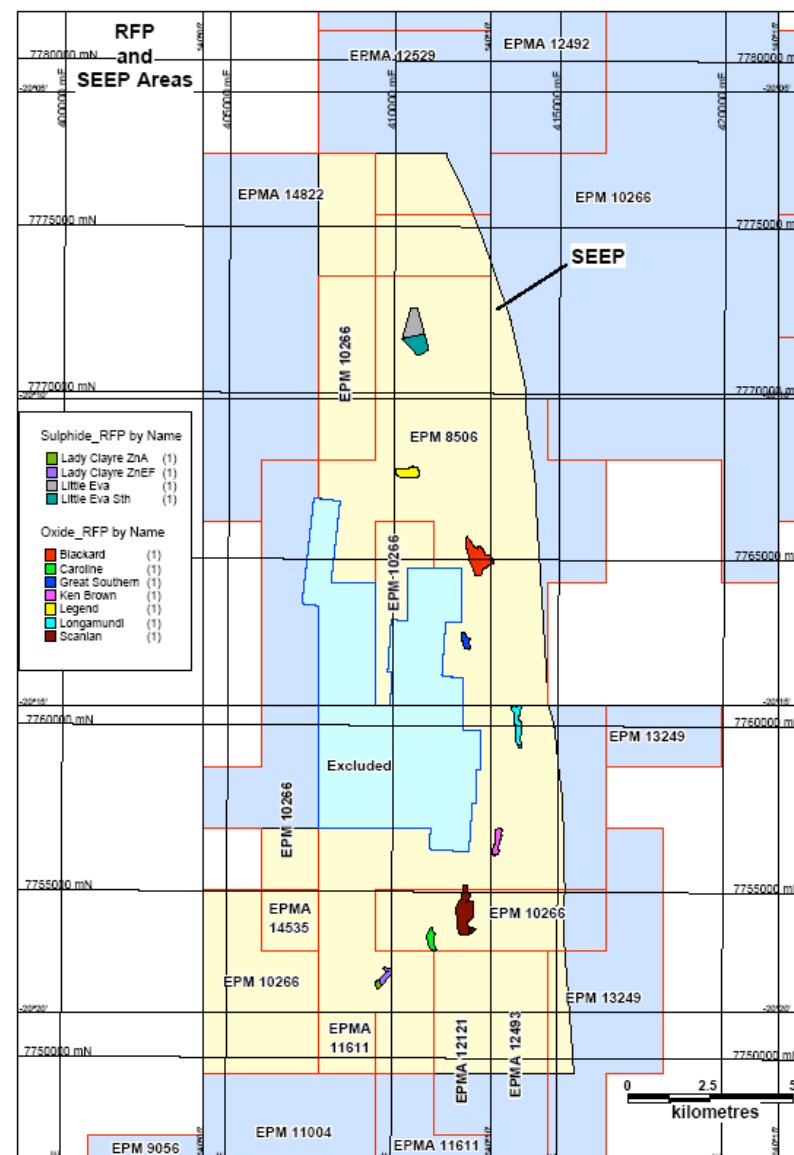
GLEN ISLA PROSPECT

- Base of Cretaceous unconformity on Proterozoic basement
- Previous drilling gave best result of 3m at 0.047%U (1.04 lb/t) from 34m depth



Xstrata Alliance

- ◆ **Signed March 2005**
- ◆ **\$6.6 million investment in URL: 30M shares at 22c per share**
- ◆ **RFP Option, expires 30 June 2012: May buy a 51% interest in the Roseby Project at a price agreed at the time (Independent valuation if no agreement on price)**
- ◆ **SEEP JV, expires 30 June 2012: sole funding to earn 51% in the SEEP JV, must then buy 51% in balance of the Roseby Project (Independent Valuation if no agreement on price)**
- ◆ **Concentrate offtake and marketing arrangements**



Compliance Statement

All information relating to mineralisation, Resources and Reserves used in this presentation is based upon information prepared by Competent Persons in accordance with the JORC Code of the AusIMM and has previously been released to Shareholders and ASX.

Details of Resources and Reserves are reported in the Company's March 2008 Quarterly Report, released to ASX in April 2008, and can be viewed on the company's website.