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PROGRESS UPDATE: MAILUU SUU URANIUM TAILINGS PROJECT, KYRGYZSTAN

International uranium and base metals explorer Nimrodel Resources (ASX: **NMR** "Nimrodel") is pleased to provide the following update on progress made at the Company's **Mailuu-Suu Uranium Tailings Project**, located in central Kyrgyzstan.

Background

The Mailuu Suu Tailings Project was initiated as a pilot project for the re-processing of large-scale uranium tailings dams in Central Asia. Tailings re-processing not only provides a permanent solution to the environmental risk the tailings pose, but can also deliver potential short-term cash flow. In addition, the successful demonstration of this technology will open up significant opportunities for the reprocessing of the large quantities of tailings which exist throughout Central Asia.

Global financial institutions, including the World Bank, are supportive of the project, given that they are currently funding rehabilitation of the Mailuu Suu tailings deposits.

Activities Completed to Date

The Company announced on 9 January 2008 that its 100%-owned Kyrgyzstan subsidiary, Lina Prava Uranium (LPU), had been issued licenses covering approximately 4,800 hectares to allow prospecting for the reprocessing and extraction of uranium and other metals from 23 tailings deposits (over 4 million tonnes) in the Mailuu Suu district of Central Kyrgyzstan.

The MailuuSuu district was a significant uranium mining area during Soviet times and was mined underground from 1946 to 1968 on five separate sites.

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The licences allowed LPU to carry out a detailed exploration and testwork program to accurately define and establish the reprocessing of the resource in cooperation with all the relevant national and international authorities.

Following the completion of a drilling program (94 holes, 482 samples), as announced to the Australian Securities Exchange (ASX) on 10 July 2008, the Company has also completed an extractive metallurgical test work program and a Scoping Study to assess this opportunity. As part of this work, several discussions have also been held with the Kyrgyz Ministry and the relevant global financial institutions.

Findings and the Future

In the context of the prevailing global economic uncertainty and current uranium prices, the investigations carried out to date do not support the development of the re-processing of the Mailuu Suu Tailings in its current form. However, the Scoping Study has also established financial parameters and attractive low-cost, modular re-processing technology, which can be readily applied to large quantities of tailings in diverse locations.

The Company intends to leverage off this work by continuing to investigate possible expanded applications to the significant number of additional uranium tailings in Kyrgyzstan and Central Asia.

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About Nimrodel

Nimrodel Resources is an international exploration company which is developing a portfolio of highly prospective, uranium and base metals projects in Kyrgyz and Australia. The Company has three core projects: the Batken Oblast and Mailuu Suu tailings Projects in Kyrgyzstan and the Buckaroo Project in Australia.

The Batken Oblast Project covers 3,862 km² and encompasses a highly prospective area with geology similar to that of the Mailuu Suu Uranium Mine which historically produced approx.10,000 tonnes of high-grade uranium. The leases are in the Fegrana Basin, within 10km of an existing uranium plant at Hojent in Tajikistan and within 45-100kms of former Soviet uranium mines, including Mailuu-Suu and Tuya Muyun.

Having completed a significant 20,000 line km radiometric and magnetic air survey program in December 2007, Nimrodel identified 29 high priority targets to be defined for a ground survey and drilling in 2008. The ground survey, as well as geological mapping and an IP survey program of the highest priority radiometric anomalies has since been completed and a targeted drilling program commenced in August 2008.