



## Western Metals

WESTERN METALS LIMITED  
ABN 69 009 150 618

### ASX RELEASE

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24 April 2006

Western Metals Limited  
Level 1/33 Ord Street  
WEST PERTH WA 6005

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WEST PERTH WA 6872

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#### Directors/Officers

David Steinepreis – Chairman  
Gary Steinepreis – Director  
Paul Hearne – Director  
Gary Steinepreis – Co Secretary

#### Issued Capital

378,500,000 shares  
(note: 60,477,917 shares are subject  
to shareholder approval at a meeting  
to be held on 19 May 2006)

22,500,000 options exercisable at 1  
cent each on or before 31 December  
2007

#### Stock Exchange

Australian Stock Exchange  
Symbol: WMT

### QUARTERLY REPORT FOR THE 3 MONTHS ENDING 31 MARCH 2006

#### HIGHLIGHTS

- Farmin opportunity – Tanzanian Prospecting Licences
- First tranche capital raising of \$1m completed
- Shareholder meeting planned for 19 May 2006
- Ongoing review of potential acquisitions

#### **Farmin opportunity – Tanzanian Prospecting Licences**

On 3 April 2006, the Company announced that it had been offered the opportunity to enter into the Farmin Agreement with Uranium Resources plc (URA), a company listed on the Alternative Investment Market (AIM) in London, and its wholly owned Tanzanian subsidiary Deep Yellow Tanzania Limited (DYT), whereby Western Metals will earn a 40% interest in DYT's 100% owned Tanzanian Prospecting Licences through the expenditure of A\$2 million on the licences. The farmin offer was accepted on 18 April 2006, subject to shareholder approval.

Western Metals may increase their ownership to 60% through the expenditure of a further A\$2 million on the licences. Western Metals must spend a minimum of A\$500,000 within 12 months of the completion of the transaction.

The Company is seeking to raise a total of \$2.5 million through the issue of 100 million Shares at 2.5 cents each to fund working capital and finance the Company's initial exploration programme on the Tanzanian Prospecting Licences. The 1<sup>st</sup> tranche of this placement of 40 million Shares has been completed and the 2<sup>nd</sup> tranche of 60 million Shares is subject to Shareholder approval.