



PALADIN RESOURCES LTD

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The Company Announcements Officer
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

By Electronic Lodgement

Dear Sir/Madam

**Langer Heinrich Uranium Project, Namibia
GROUND BREAKING CEREMONY**

The Namibian Minister of Mines and Energy, The Honorable Mr E Nghimtina at a ceremony held at site yesterday Thursday 15 September, officially initiated the commencement of construction activities for the Langer Heinrich Uranium Project.

The ceremony was attended by a number of Namibian Government officials, local community representatives, as well as Namibian media.

In welcoming the Minister, Paladin Resources' Chairman, Rick Crabb, noted that Langer Heinrich will be Namibia's second uranium mine and will make Namibia the 4th largest uranium producing country in the world. For Paladin, the Project represents a significant milestone and follows a rigorous feasibility study and government approvals process. Mr Crabb acknowledged the professional manner in which Namibian government departments dealt with the Langer Heinrich Mining Licence grant and environmental consents.

The Project, based on the original feasibility study schedule, is progressing as planned, with engineering and design well advanced and on-site works now commencing.

Yours faithfully
Paladin Resources Ltd

JOHN BORSHOFF
Managing Director