



October 21, 2011

UrAmerica Limited
("UrAmerica" or "the Company")

UrAmerica has entered into a Strategic Alliance to advance Exploration in the Chubut Province, Argentina

UrAmerica is pleased to announce that it has signed a Strategic Alliance Agreement with Cameco Global South America Inc. ("Cameco") with whom it has completed a non-brokered Private Placement of US\$10,000,000, representing 19.9% of the equity in the Company.

Highlights

- Cameco has purchased 11,954,579 ordinary shares of the Company (US\$ 0.8365 per share), giving them certain rights.
- This investment, among other rights, gives Cameco the exclusive right to acquire 70% of each deposit discovered by UrAmerica, within all of the mining rights currently controlled by the Company in the San Jorge Basin, Chubut Province, Argentina. UrAmerica shall hold the remaining 30% of such deposits.
- When a deposit is defined and if Cameco exercises its right, the mining properties hosting such deposit will be transferred to a newly formed Joint Venture Company in exchange for a payment, per pound of U₃O₈, identified as a mineral resource or mineral reserve, to the Company, based on the variable spot price, as mutually agreed by the parties. Cameco or its affiliate would then become the operator. A second payment from Cameco to the Company would follow for all additional pounds of U₃O₈ identified in said deposit, based on the variable spot price, upon achieving positive feasibility, which must be carried out according to certain milestones.
- Pursuant to the Strategic Alliance, a Joint Technical Committee ("JTC"), comprised of two members from Cameco and two members from UrAmerica, has been created to manage and approve the use of proceeds from Cameco's equity investment in UrAmerica for the exploration programs. The JTC has already approved an initial 12 month Drilling Program of 30,000 meters, focused on 7 drill targets, surrounding and close to the National Commission of Atomic Energy's (CNEA) "Cerro Solo Deposit".

Omar Adra, Founder, CEO and CFO of UrAmerica Ltd., said:

"Cameco is one of the world's leading uranium producers. Its strong technical expertise makes them the ideal partner for UrAmerica. Through this Strategic Alliance, and on behalf of UrAmerica's Board of Directors, I feel that we will be able to convert the San Jorge Basin, Chubut Province, Argentina, into a world class uranium district. This partnership will also benefit the Provincial and Local communities, such as Paso De Indios, and is particularly important in view of Argentina's ambitious nuclear energy program.

On October 25th, 2010, President Cristina Fernandez de Kirchner inaugurated the Pilcaniyeu uranium enrichment plant. In addition, on September 29th of this year, the President inaugurated the country's 3rd nuclear reactor, Atucha II. Also, the President of National Commission of Atomic Energy (CNEA), Norma Boero, has announced its intention to start the production of its Cerro Solo Deposit in the near future. Nestor Kirchner and Cristina

Kirchner's administrations have always shown a strong commitment to the revival and development of Argentina's national nuclear sector.

We consider this investment as evidence of Cameco's confidence in our potential as a company, in our people and our exploration assets. As an Argentine and having founded and leading the Company from Argentina, I am proud to announce this investment and commitment for the benefit of my country and both companies."

For further information contact UrAmerica Limited at:

Tel: (54) 11 4804 2115

info@uramerica.co.uk

This press release contains forward-looking statements and information within the meaning of applicable securities laws. All statements, other than statements of historical facts, included in this press release that address activities, events or developments that UrAmerica expects or anticipates will or may occur in the future, including statements as to the potential success of any current and future exploration, UrAmerica's ability to discover and develop a world class uranium deposit in the Chubut Province, Argentina, the benefits to Provincial and Local communities, the Joint Venture Company's ability to achieve positive feasibility in respect of a deposit, and the timely meeting of certain pre-determined milestones. When used in this press release, the words "potential", "indicate", "expect", "intend", "hopes," "believe," "may," "will," "if" and similar expressions are intended to identify forward-looking statements and forward-looking information. These statements involve known and unknown risks, uncertainties and other factors which may cause the actual results, performance or achievements of UrAmerica to be materially different from any future results, performance or achievements expressed or implied by such statements. Such factors include, among others, the risks and hazards associated with the business of mineral exploration, development and mining, the speculative nature of mineral exploration and development, including the risks of obtaining necessary licenses and permits, changes in national and local government, legislation, taxation, controls or regulations and political or economic developments in Argentina, risks concerning UrAmerica's title to properties; potential effects on UrAmerica's operations of environmental regulations in Argentina; risks due to legal proceedings; risks relating to political and economic instability Argentina. Although UrAmerica has attempted to identify important factors that could cause actual results to differ materially from those described in forward-looking statements and forward-looking information, there may be other factors that cause results not to be as anticipated, estimated or intended. Except as required by law, UrAmerica assumes no obligation to publicly update any forward-looking statements or forward-looking information, whether as a result of new information, future events or otherwise.