



For immediate release

3 May 2012

## Victory uranium prospect is awarded PACE funding.

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The planned drilling at RLC's 100% owned Victory uranium prospect (Edward Creek project, SA) has been awarded government funding under the South Australian Government's initiative to encourage exploration by contributing funding towards exploration drilling.

A list of the successful proposals was made available on the Department's (for Manufacturing, Innovation, Trade, Resources and Energy) website on 30 April 2012 available at:

[http://www.pir.sa.gov.au/minerals/pace2020/paceexploration/PACE\\_drilling/pace\\_discovery\\_drilling\\_2012](http://www.pir.sa.gov.au/minerals/pace2020/paceexploration/PACE_drilling/pace_discovery_drilling_2012)

RLC has not been notified of the amount of funding it has been awarded but its application sought up to \$75,000 towards drilling costs of two RC drill traverses to test for uranium mineralisation. The drilling will investigate strong surface uranium anomalism associated with quartz veining, and along strike where a concealed unconformity is interpreted. The targets occur where uranium anomalism was identified by sampling in 2010 in a window of exposed, weathered, veined Palaeoproterozoic aged rocks. Assays include 412 ppm uranium, 0.30 % copper, 0.39 % TREE (refer ASX releases 6 Sep 2010, 12 Oct 2010, 17 Nov 2010, 22 Feb 2011).

Guidelines to applicants for the PACE funding include:

The ***PACE Discovery Drilling 2012*** will preferentially fund high quality, technically and economically sound projects that promote greenfield type exploration targets.

The proposals will undergo rigorous assessment both internally within DMITRE by a panel of Geological Survey officers and externally by highly experienced and independent assessors.

Successful proposals are viewed as the highest quality exploration targets based on sound technical, scientific and commercial criteria.

For further information, please visit [www.reedylagoon.com.au](http://www.reedylagoon.com.au)

or contact

Geof Fethers, Managing Director

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*The information in this report that relates to Exploration Results is based on information compiled by Geof Fethers and Hugh Rutter, who are members of the Australian Institute of Mining and Metallurgy (AusIMM) and the Australian Institute of Geoscientists (AIG) respectively. Geof Fethers and Hugh Rutter are directors of the Company and each has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity which they are undertaking to each qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code). Geof Fethers and Hugh Rutter consent to the inclusion in the report of the matters based on their information in the form and context in which it appears.*

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Reedy Lagoon Corporation Limited is exploring for:

iron ore in WA

uranium at projects in the Ashburton region (WA) on the Gawler Craton (SA) and in the Tanami (NT).

Issued shares: 48,600,000 Issued options: 4,750,000 unlisted (exercisable @ \$0.20 & \$0.21)

Share price: \$0.09

Directors and management:

Jonathan Hamer, Chairman, Non-Executive Director

Geof Fethers, Managing Director, Co. Secretary

Hugh Rutter, Director