

sxr Uranium One Inc.
26 Wellington Street East, Suite 820
Toronto, Ontario M5E 1S2

Trading Symbol: SXR – The Toronto Stock Exchange

NEWS RELEASE

February 17, 2006

Toronto, Ontario

sxr Uranium One Announces Closing of Private Placement

Toronto, Ontario, and Johannesburg, South Africa -- sxr Uranium One Inc. is pleased to announce the closing today of a private placement of 22,300,000 common shares of the Corporation, at a price of Cdn \$7.65 per share for aggregate gross proceeds of Cdn \$170,595,000 (approximately US \$147,000,000). The private placement was conducted in Canada and internationally by BMO Nesbitt Burns Inc., as lead agent, and a syndicate of agents including RBC Dominion Securities, Sprott Securities Inc., Canaccord Capital Inc., GMP Securities L.P., Orion Securities Inc., Barnard Jacobs Mellet (USA) LLC, Toll Cross Securities Inc., Hargreave Hale Limited and Paradigm Capital Inc.

Net proceeds of the offering will be used by the Corporation for the development of the Rietkuil Dominion Uranium Project and for general corporate purposes.

The common shares of sxr Uranium One Inc. are traded on the Toronto and Johannesburg stock exchanges under the symbol “SXR”.

For further information, please contact:

Neal Froneman
Chief Executive Officer
Tel: + 27 11 482-3605

John Fraser
Corporate Communications
Tel: + 27 82 331 7330

Don Falconer
Vice President, Marketing & Investor Relations
Tel: +1 416 350-3657

Cautionary note concerning forward-looking statements: *Certain of the information contained in this news release constitutes “forward-looking statements”. Such forward-looking statements include the Corporation’s expectations related to the use of proceeds, as well as market fluctuations. Forward-looking statements are not statements of historical fact and involve known and unknown risk and uncertainties which are beyond the ability of the Corporation to control or predict and which could cause actual events or results to differ materially from those anticipated in such forward-looking statements.*

Notice to Investors: *This announcement does not constitute an offer to sell or an invitation to purchase or subscribe for any securities. The securities offered have not been and will not be registered under the Securities Act of 1933, as amended (the “U.S. Securities Act”) and may not be offered or sold in the United States absent registration or an applicable exemption from the registration requirements of the U.S. Securities Act and applicable state securities laws. Any public offering of securities to be made in the United States will be made by means of a prospectus that may be obtained from the issuer or selling security shareholder and that will contain detailed information about the Corporation and management, as well as financial statements.*

NOT FOR DISTRIBUTION IN THE UNITED STATES. ANY FAILURE TO COMPLY WITH THIS RESTRICTION MAY CONSTITUTE A VIOLATION OF U.S. SECURITIES LAW.

The TSX has neither approved nor disapproved of the information contained herein.