



XState Resources Limited

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4 June 2008

ASX Limited

Electronic lodgement

Dear Sir / Madam

**ELLE JOINT VENTURE IN ARIZONA, USA, ASSIGNED FIVE
NEW PRIORITY URANIUM EXPLORATION TARGETS**

XState Resources Limited wishes to advise that Liberty Star Uranium and Metals Corp have agreed to provide a further five exploration targets to the Elle Joint Venture, which is owned 50% by XState and 50% by Liberty Star. This brings the number of exploration targets now held by the joint venture to 13.

The five new targets have been chosen based upon geophysical and geological work carried out by Liberty Star.

A program of shallow drilling over all five targets will commence immediately in an attempt to define geological indicators associated with breccia pipes.

Geophysical and geochemical analysis will follow the shallow drilling. Deep drilling will then be conducted on targets that yield favourable results.

The Helvia target, which has favourable indicators obtained from the most recent drilling program, is also being considered for deeper drilling.

The estimated duration of the shallow drill program is 35 days.

Yours faithfully

XSTATE RESOURCES LIMITED

A handwritten signature in black ink that reads "D McArthur".

DAVID McARTHUR

Director