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admin@marathonresources.com.au
 www.marathonresources.com.au

**COMPANY ANNOUNCEMENTS OFFICE
 AUSTRALIAN STOCK EXCHANGE**

ASX CODE MTN



NEW URANIUM DRILL INTERCEPTS FROM LATEST

MARATHON MT GEE DRILLING

SECOND UPDATE OF CURRENT RESOURCE DRILLING

ADDITIONAL SIGNIFICANT INTERCEPTS FROM DRILLING AT MT GEE

Marathon Resources (ASX: MTN) is pleased to announce the intersection of further significant uranium mineralisation in the western part of its 100 percent owned Mt Gee deposit in South Australia.

Results released today from the Company’s ongoing extensive drilling program include uranium intersections some 200m outside of the defined resource area of the Mt Gee deposit, in the Northern Flinders Ranges.

The Mt Gee deposit, with its Inferred Resource of 45.5 million tonnes of uranium mineralisation averaging 0.068% U₃O₈, or 69 million pounds of contained U₃O₈, is one of Australia’s largest undeveloped uranium deposits.

The new drill results are part of an extended program to upgrade the resource definition of the Mt Gee deposit from inferred to indicated and/or measured category.

Marathon said today the downhole gamma logging results from holes RC07MN040 to RC07MN058 of the Mt Gee drilling program (see Summary of Intercepts in the table below) continued to demonstrate the presence of high grade mineralisation and intersections of significant thickness.

These included:

| | | |
|------------|-----------------------------|---|
| RC07MN041: | 36 to 43m: | 7m @ 0.10% eU ₃ O ₈ |
| RC07MN041: | 52 to 60m: | 8m @ 0.10% eU ₃ O ₈ |
| RC07MN047: | 71 to 83m: | 12m @ 0.09% eU ₃ O ₈ |
| RC07MN051: | 119 to 140m: | 21m @ 0.07% eU ₃ O ₈ |
| RC07MN052: | 118 to 127m: | 9m @ 0.08% eU ₃ O ₈ |
| RC07MN057: | 23 to 39m: | 16m @ 0.10% eU ₃ O ₈ |
| | <i>Including</i> 30 to 37m: | <i>7m @ 0.14% eU₃O₈</i> |
| RC07MN058: | 245-248m: | 3m @ 0.06% eU ₃ O ₈ |

Marathon Resources Chief Executive Officer, Dr John Santich, said the results of RC07MN058 were of particular significance because of the drill hole’s location outside of the defined resource area.

“These results are further confirmation of Marathon’s deposit model and the extension of the resource to the south and east of the previously defined resource area. The results are preliminary and the gamma logging will be confirmed by geochemical analysis,” Dr Santich said.

The Mt Gee deposit is part of the 11-12 km NE extending uranium-rich Paralana Mineral System within Marathon’s 100% owned EL 3258 (see Figure 1 below).

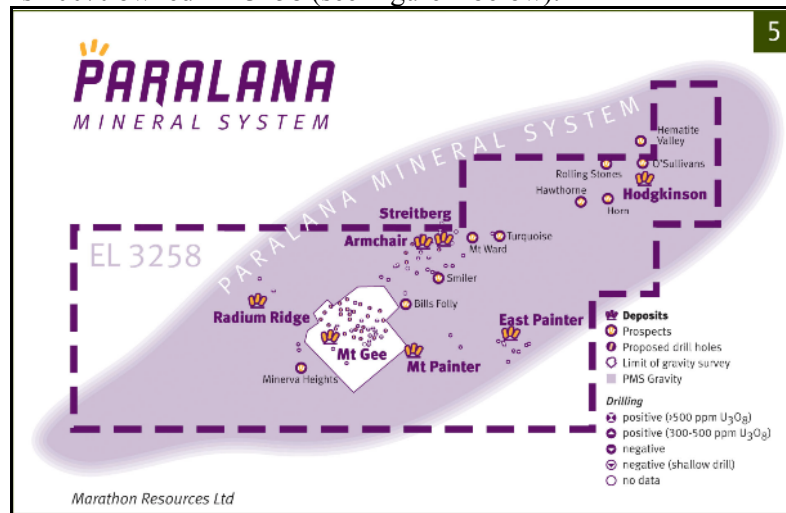


Figure 1: Paralana Mineral System, Mt Gee deposit, EL 3258, Flinders Ranges

A second batch of analytical results has been received, corresponding to Gamma logging results released on 14 February 2007. Significant analytical results include:

| | | |
|------------|--------------|---|
| RC06MN026: | 110 to 114m: | 4m @ 0.33% U ₃ O ₈ |
| RC06MN027: | 100 to 105m: | 5m @ 0.16% U ₃ O ₈ |
| RC06MN029: | 115 to 150m: | 35m @ 0.08% U ₃ O ₈ |
| RC07MN031: | 21 to 37m: | 16m @ 0.07% U ₃ O ₈ |
| RC07MN032: | 8 to 22m: | 14m @ 0.08% U ₃ O ₈ |
| RC07MN037: | 74 to 80m: | 6m @ 0.12% U ₃ O ₈ |
| RC07MN038: | 190 to 206m: | 16m @ 0.11% U ₃ O ₈ |

The drilling of 44 holes on the western side of Mt Gee commenced on 17/11/2006 and was completed on 5/2/2007; approximately 7800m of RC drilling were completed.

Drilling has continued at Mt Gee east, with 17 holes completed by 4/3/2007 and drilling scheduled to be completed on 19/3/2007.

Some 7,000 samples have been dispatched to the assay laboratory.

The results of about 2700 samples have been received. Ongoing laboratory analyses will be released as soon as practical.

Below is a direct comparison of the new analytical results and previously released gamma logging results:

| Hole ID | Analytical Results | | | | | Gamma Logging Results (released 14/2/07) | | | | |
|-----------|--------------------|-----|---|-----------------------------------|---------------------------------|--|-----|---|------------------------------------|----------------------------------|
| | From | To | m | U ₃ O ₈ ppm | U ₃ O ₈ % | From | To | m | eU ₃ O ₈ ppm | eU ₃ O ₈ % |
| RC06MN026 | 110 | 114 | 4 | 3315 | 0.33 | | | | | |
| | 118 | 127 | 9 | 674 | 0.07 | | | | | |
| | 135 | 140 | 5 | 788 | 0.08 | | | | | |
| | 148 | 153 | 5 | 986 | 0.09 | | | | | |
| RC06MN027 | 100 | 105 | 5 | 1574 | 0.16 | 100 | 105 | 5 | | 0.11 |
| RC06MN028 | 80 | 83 | 3 | 545 | 0.05 | | | | | |
| | 109 | 115 | 6 | 526 | 0.05 | 119 | 120 | 2 | | 0.06 |
| RC06MN029 | 68 | 71 | 3 | 654 | 0.06 | | | | | |

| Hole ID | Analytical Results | | | | | Gamma Logging Results (released 14/2/07) | | | | |
|-----------|--------------------|-----|----|-----------------------------------|---------------------------------|--|-----|----|------------------------------------|----------------------------------|
| | From | To | m | U ₃ O ₈ ppm | U ₃ O ₈ % | From | To | m | eU ₃ O ₈ ppm | eU ₃ O ₈ % |
| | 85 | 97 | 12 | 762 | 0.08 | | | | | |
| | 115 | 150 | 35 | 817 | 0.08 | 116 | 145 | 29 | | 0.07 |
| RC06MN030 | NSI | | | | | NSI | | | | |
| RC07MN031 | 21 | 37 | 16 | 699 | 0.07 | 25 | 29 | 4 | | 0.09 |
| | 72 | 75 | 3 | 772 | 0.08 | 73 | 76 | 3 | | 0.06 |
| | 93 | 96 | 3 | 1168 | 0.12 | 95 | 98 | 3 | | 0.09 |
| | 175 | 178 | 3 | 608 | 0.06 | 176 | 190 | 14 | | 0.16 |
| | 181 | 191 | 10 | 566 | 0.06 | | | | | |
| | 197 | 203 | 6 | 661 | 0.07 | | | | | |
| RC07MN032 | 8 | 22 | 14 | 836 | 0.08 | 7 | 22 | 15 | | 0.09 |
| RC07MN033 | 37 | 40 | 3 | 492 | 0.05 | NSI | | | | |
| RC07MN034 | 19 | 27 | 8 | 815 | 0.08 | 20 | 27 | 7 | | 0.09 |
| RC07MN035 | 31 | 35 | 4 | 680 | 0.07 | 30 | 34 | 4 | | 0.06 |
| | 40 | 44 | 4 | 571 | 0.06 | 40 | 43 | 3 | | 0.06 |
| RC07MN036 | 43 | 46 | 3 | 634 | 0.06 | NSI | | | | |
| RC07MN037 | 42 | 45 | 3 | 553 | 0.05 | | | | | |
| | 74 | 80 | 6 | 1188 | 0.12 | 75 | 79 | 4 | | 0.11 |
| RC07MN038 | 106 | 109 | 3 | 674 | 0.07 | 105 | 109 | 4 | | 0.08 |
| | 117 | 120 | 3 | 497 | 0.05 | | | | | |
| | | | | | | 132 | 135 | 3 | | 0.05 |
| | 160 | 163 | 3 | 708 | 0.07 | | | | | |
| | 166 | 174 | 8 | 509 | 0.05 | | | | | |
| | 190 | 206 | 16 | 1125 | 0.11 | | | | | |

The tendency of the gamma results to be lower than the “absolute” values indicated by the analytical results is probably due to over-correction to the gamma data as the calibration of the gamma probe is completed in water filled pits and most holes at Mt Gee are dry.

Summary of new intercepts - downhole gamma logging:

| | | |
|------------|--------------|--|
| RC07MN040: | 87-93m; | 6m @ 0.06% eU ₃ O ₈ |
| | 119-122m; | 3m @ 0.05% eU ₃ O ₈ |
| RC07MN041: | 1-7m; | 6m @ 0.08% eU ₃ O ₈ |
| | 28-33m; | 5m @ 0.06% eU ₃ O ₈ |
| | 36-43m; | 7m @ 0.10% eU ₃ O ₈ |
| | 52-60m; | 8m @ 0.10% eU ₃ O ₈ |
| | 63-69m; | 6m @ 0.08% eU ₃ O ₈ |
| RC07MN042: | INACCESSIBLE | |
| RC07MN043: | NSI | |
| RC07MN044: | NSI | |
| RC07MN045: | 108-111m; | 3m @ 0.09% eU ₃ O ₈ |
| | 176-185m; | 9m @ 0.06% eU ₃ O ₈ |
| | 188-191m; | 3m @ 0.05% eU ₃ O ₈ |
| RC07MN032: | 7-22m; | 15m @ 0.09% eU ₃ O ₈ |
| RC07MN033: | NSI | |
| RC07MN034: | 20-27m; | 7m @ 0.09% eU ₃ O ₈ |
| RC07MN035: | 30-34m; | 4m @ 0.06% eU ₃ O ₈ |
| | 40-43m; | 3m @ 0.06% eU ₃ O ₈ |
| RC07MN046: | 101-104; | 3m @ 0.06% eU ₃ O ₈ |
| RC07MN047: | 57-60m; | 3m @ 0.09% eU ₃ O ₈ |
| | 71-83m; | 12m @ 0.09% eU ₃ O ₈ |
| | 133-137m; | 4m @ 0.09% eU ₃ O ₈ |
| RC07MN048: | NSI | |
| RC07MN049: | 94-97m; | 3m @ 0.07% eU ₃ O ₈ |
| | 103-108m; | 5m @ 0.06% eU ₃ O ₈ |
| | 120-125m; | 5m @ 0.06% eU ₃ O ₈ |
| | 128-135m; | 7m @ 0.07% eU ₃ O ₈ |
| RC07MN050: | NSI | |
| RC07MN051: | 92-95m; | 3m @ 0.06% eU ₃ O ₈ |
| | 100-108m; | 8m @ 0.05% eU ₃ O ₈ |
| | 119-140m; | 21m @ 0.07% eU ₃ O ₈ |
| RC07MN052: | 72-84m; | 12m @ 0.06% eU ₃ O ₈ |
| | 110-114m; | 4m @ 0.06% eU ₃ O ₈ |
| | 118-127m; | 9m @ 0.08% eU ₃ O ₈ |

| | | |
|------------|------------|---|
| | 149-153m; | 4m @ 0.06% eU ₃ O ₈ |
| | 162-165m; | 3m @ 0.05% eU ₃ O ₈ |
| | 168-178m; | 10m @ 0.06% eU ₃ O ₈ |
| RC07MN053: | 53-60m; | 7m @ 0.09% eU ₃ O ₈ |
| | 73-76m; | 3m @ 0.10% eU ₃ O ₈ |
| RC07MN054: | NSI | |
| RC07MN055: | 46-49m; | 3m @ 0.06% eU ₃ O ₈ |
| RC07MN056: | 22-26m; | 4m @ 0.06% eU ₃ O ₈ |
| | 32-40m; | 8m @ 0.08% eU ₃ O ₈ |
| RC07MN057: | 23-39m; | 16m @ 0.10% eU ₃ O ₈ |
| RC07MN058: | 245-248m; | 3m @ 0.06% eU ₃ O ₈ |
| | (256-259m; | 3m @ 0.04% eU ₃ O ₈) |

First stage due diligence diamond drilling has commenced at the Armchair deposit.

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves has been compiled by Mr Allan Younger, Chief Geologist and full time employee of Marathon Resources Ltd, a Member of the Australasian Institute of Mining and Metallurgy. Mr Younger has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person for the purposes of the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Younger consents to the inclusion in the report of these matters based on their information in the form and context in which it appears.

| Contact | Company, Corporate | Company, Technical | Media Relations |
|----------------|--|---|--|
| | Dr John Santich Chief Executive Officer Tel (08) 8366 2500 | Dr Vic Bogacz Executive Director Tel (08) 8366 2500 | Mr Sean Whittington Field Public Relations Tel (08) 8234 9555 Mob: 0412 591 520 |

Drill hole collar information:

| Hole ID | MGA East | MGA North | RL | MAG AZI | DIP | Length m |
|-----------|----------|-----------|-----|---------|-----|----------|
| RC06MN014 | 340133 | 6655240 | 519 | 90 | -80 | 120 |
| RC06MN015 | 340136 | 6655244 | 520 | 25 | -60 | 150 |
| RC06MN016 | 340190 | 6655337 | 547 | 250 | -65 | 190 |
| RC06MN017 | 340199 | 6655337 | 548 | 5 | -85 | 246 |
| RC06MN018 | 340228 | 6655384 | 565 | 340 | -60 | 294 |
| RC06MN019 | 340229 | 6655381 | 568 | 15 | -80 | 319 |
| RC06MN020 | 340234 | 6655361 | 562 | 40 | -70 | 296 |
| RC06MN021 | 340233 | 6655358 | 563 | 90 | -80 | 300 |
| RC06MN022 | 340265 | 6655327 | 565 | 0 | -90 | 234 |
| RC06MN023 | 340235 | 6655315 | 552 | 0 | -90 | 200 |
| RC06MN024 | 340200 | 6655324 | 546 | 190 | -70 | 192 |
| RC06MN025 | 340203 | 6655323 | 545 | 0 | -90 | 200 |
| RC06MN026 | 340205 | 6655323 | 547 | 145 | -60 | 200 |
| RC06MN027 | 339986 | 6655328 | 551 | 0 | -90 | 154 |
| RC06MN028 | 340033 | 6655350 | 554 | 0 | -90 | 126 |
| RC06MN029 | 340074 | 6655351 | 551 | 0 | -90 | 174 |
| RC06MN030 | 340113 | 6655342 | 551 | 0 | -90 | 150 |
| RC07MN031 | 340165 | 6655369 | 553 | 25 | -70 | 246 |
| RC07MN032 | 340028 | 6655243 | 540 | 0 | -90 | 50 |
| RC07MN033 | 340028 | 6655279 | 539 | 0 | -90 | 50 |
| RC07MN034 | 340030 | 6655307 | 538 | 0 | -90 | 100 |
| RC07MN035 | 340139 | 6655358 | 549 | 320 | -60 | 198 |
| RC07MN036 | 340136 | 6655364 | 551 | 0 | -60 | 198 |
| RC07MN037 | 340167 | 6655362 | 550 | 0 | -90 | 199 |
| RC07MN038 | 340323 | 6655276 | 563 | 5 | -80 | 248 |
| RC07MN039 | 340333 | 6655242 | 563 | 0 | -90 | 240 |
| RC07MN040 | 340345 | 6655215 | 558 | 15 | -70 | 280 |
| RC07MN041 | 340380 | 6655030 | 577 | 140 | -60 | 81 |
| RC07MN042 | 340380 | 6655045 | 577 | 80 | -60 | 72 |
| RC07MN043 | 340375 | 6655125 | 568 | 0 | -90 | 126 |
| RC07MN044 | 340372 | 6655123 | 567 | 180 | -60 | 90 |
| RC07MN045 | 340375 | 6655200 | 576 | 0 | -90 | 240 |
| RC07MN046 | 340250 | 6655255 | 549 | 250 | -60 | 150 |
| RC07MN047 | 340250 | 6655255 | 549 | 215 | -80 | 240 |
| RC07MN048 | 340233 | 6655200 | 529 | 0 | -90 | 180 |
| RC07MN049 | 340290 | 6655220 | 544 | 140 | -75 | 144 |
| RC07MN050 | 340260 | 6655260 | 546 | 46 | -72 | 234 |
| RC07MN051 | 340325 | 6655160 | 554 | 0 | -90 | 156 |
| RC07MN052 | 340328 | 6655162 | 554 | 55 | -75 | 208 |
| RC07MN053 | 340265 | 6655120 | 530 | 0 | -90 | 100 |
| RC07MN054 | 340260 | 6655150 | 532 | 0 | -90 | 97 |
| RC07MN055 | 340233 | 6655200 | 529 | 0 | -90 | 90 |
| RC07MN056 | 340130 | 6655240 | 518 | 290 | -60 | 120 |
| RC07MN057 | 340130 | 6655250 | 519 | 330 | -60 | 120 |
| RC07MN058 | | | | 0 | -90 | 412 |

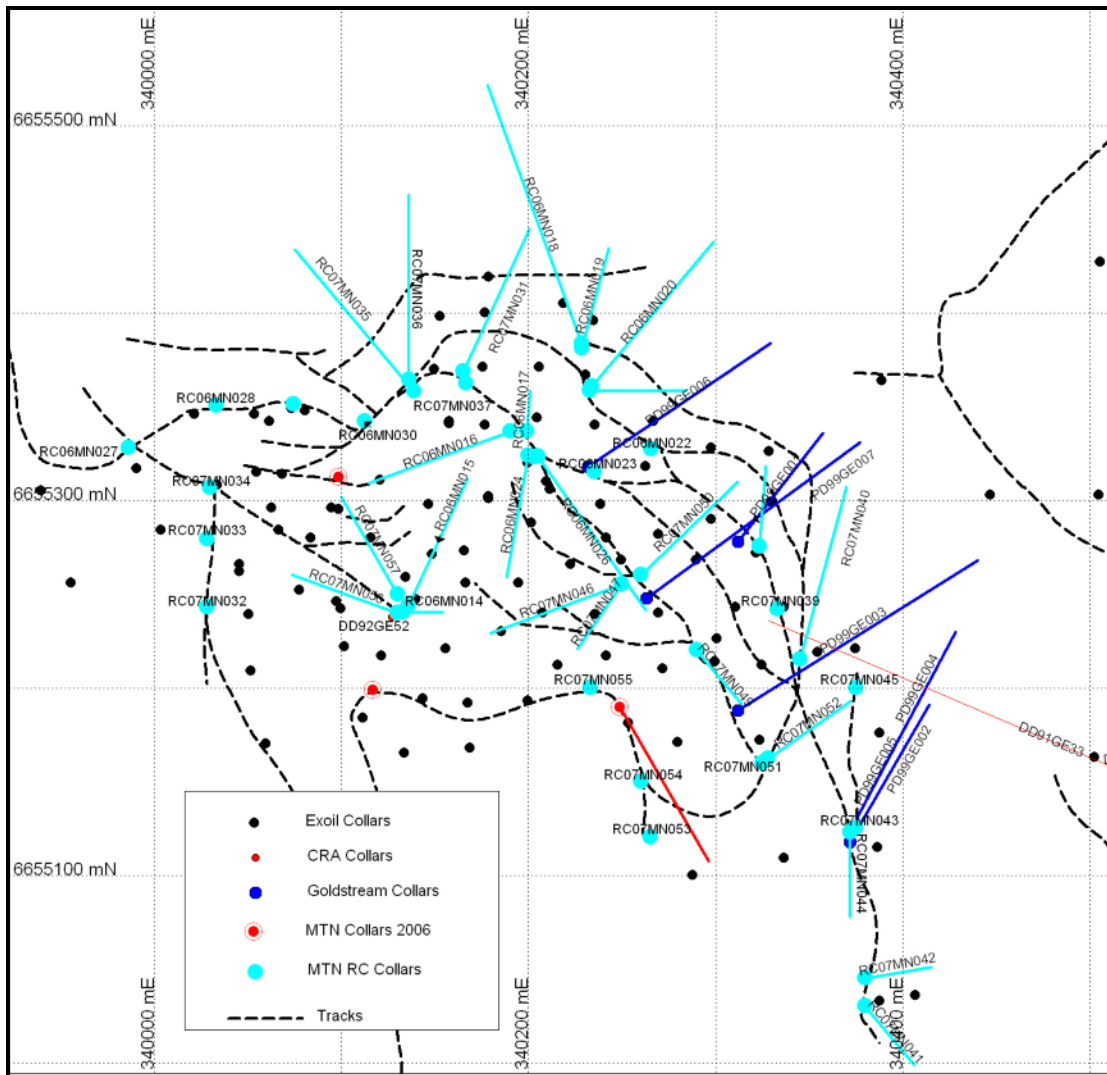


Figure 2 Completed RC drill holes locations, Mt Gee west.

Selected Assay Intercepts

| | From | To | Interval | U ₃ O ₈ | La | Ce | Th | Cu | Mo | Fe |
|-----------|------|-----|----------|-------------------------------|---------|---------|-------|------|-------|-------|
| RC06MN026 | 110 | 111 | 1 | 5970.17 | 1092.28 | 1848.3 | 23 | 997 | 52.1 | 12.92 |
| RC06MN026 | 111 | 112 | 1 | 3591.84 | 2292.22 | 3986.31 | 9.99 | 1290 | 239.4 | 23.24 |
| RC06MN026 | 112 | 113 | 1 | 2705.54 | 2204.75 | 3791.15 | 11.27 | 1071 | 163.2 | 25.3 |
| RC06MN026 | 113 | 114 | 1 | 995.75 | 2080.21 | 3760.17 | 13.18 | 924 | 554.2 | 24.34 |

Notes

Drillholes denoted RC represents Reverse Circulation drill holes.
 All samples are derived from cone splitter mounted immediately below the rig cyclone.
 Following a 4- acid digest, all samples were analysed using ICP/Ms or OES by Genalysis Laboratories Services, Perth.
 Intersections are calculated as arithmetic averages, no cutting of results has been applied.
 Intersections are based primarily on 500ppm U₃O₈ cut-off and allowing 2m internal dilution.