



ANNOUNCEMENT TO THE AUSTRALIAN SECURITIES EXCHANGE: 7 DECEMBER 2009

COALSPUR ACQUIRES SIGNIFICANT ADDITIONAL COAL LEASES

Highlights:

- **Additional coal leases covering 16,247 hectares acquired adjacent to Coalspur's existing Projects in Alberta, Canada**
- **The new coal leases increase the Company's existing coal lease position in the area by 293% to approximately 24,647 hectares**
- **Leases cover a significant portion of Denison Mines Ltd's Coalspur Project drilled in the 1960's, 70's and 80's**
- **Potential for significant additional tonnage exists on the new leases based upon the historical drill hole data and Denison 1982 Feasibility Study**

The Board of Coalspur Mines Limited ("**Coalspur**" or "**Company**") is pleased to advise that it has significantly expanded its coal lease position with the acquisition of a suite of Crown Coal Leases adjacent to the Coalspur's existing Hinton and Coalspur Projects ("**Projects**") following a public tender.

The new coal leases, together with the Company's existing Coalspur Project, were subject to exploration and drilling by Denison Mines Limited's ("**Denison**") subsidiary, Dentherm Resources Limited ("**Dentherm**") in the late 1960's, 1970's and early 1980's. The exploration and drilling conducted by Denison culminated in a feasibility study in 1982, however the project did not proceed due to low coal prices at the time.

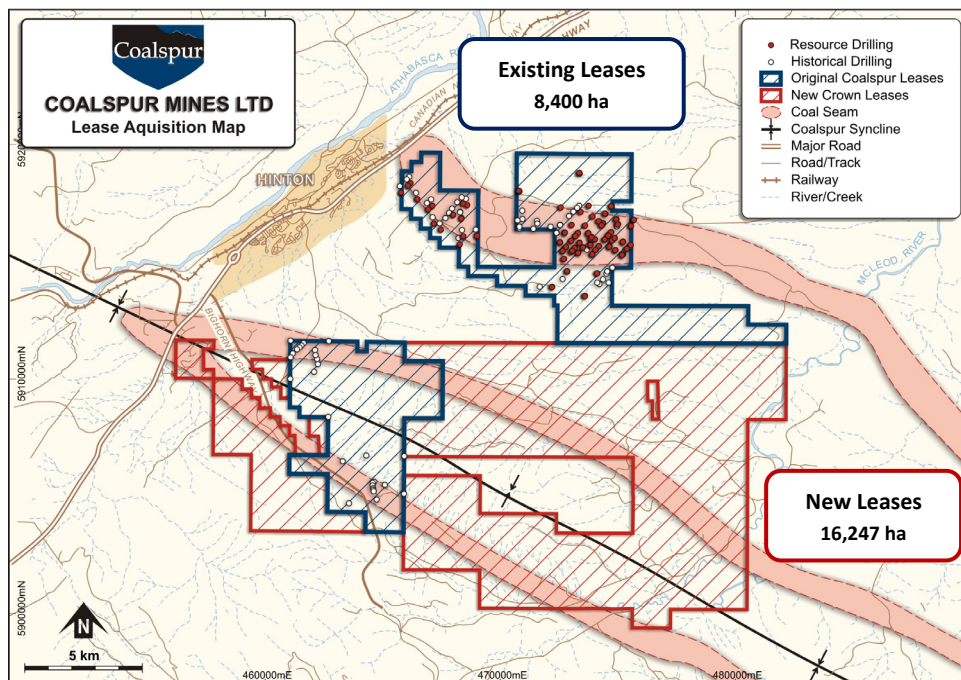


Figure 1: Crown Coal Leases Acquired

The coal leases were acquired on 3 December 2009 (Canadian time) in the recent Alberta Energy Departments Public Offering of Crown Coal Leases which was initiated by applications submitted by the Company. The strategy behind the acquisition was to add additional coal resources and consolidate the existing Projects to provide a possible infrastructure corridor between the Hinton and Coalspur Projects (see Figure 1).

Commenting on the acquisition of the new leases the Company's Managing Director and CEO, Mr Gene Wusaty, said "The newly acquired coal leases have the potential to host a significant coal deposit adjacent to our Coalspur Project. The Dentherm Resources' Feasibility Study combined with the existing Esso Feasibility Study will serve as a base for our future feasibility work on the entire project".

"We have been fortunate in obtaining leases that have only resurfaced due to our extensive knowledge and exploration in the region. There are clear synergies that could be realized from the new areas," Mr Wusaty continued. "The fact that the leases consolidate our position in the area and join the Projects adds an important dimension to the potential development of a much larger project in the area".

The considerable historical drilling and studies undertaken are expected to provide a solid foundation to assess the coal contained on the leases in accordance with the JORC Code in early to mid 2010. In addition any further resources identified in these properties would have the advantage of leveraging of coal mining, handling and processing infrastructure that could potentially be built to develop the Hinton Coal Project.

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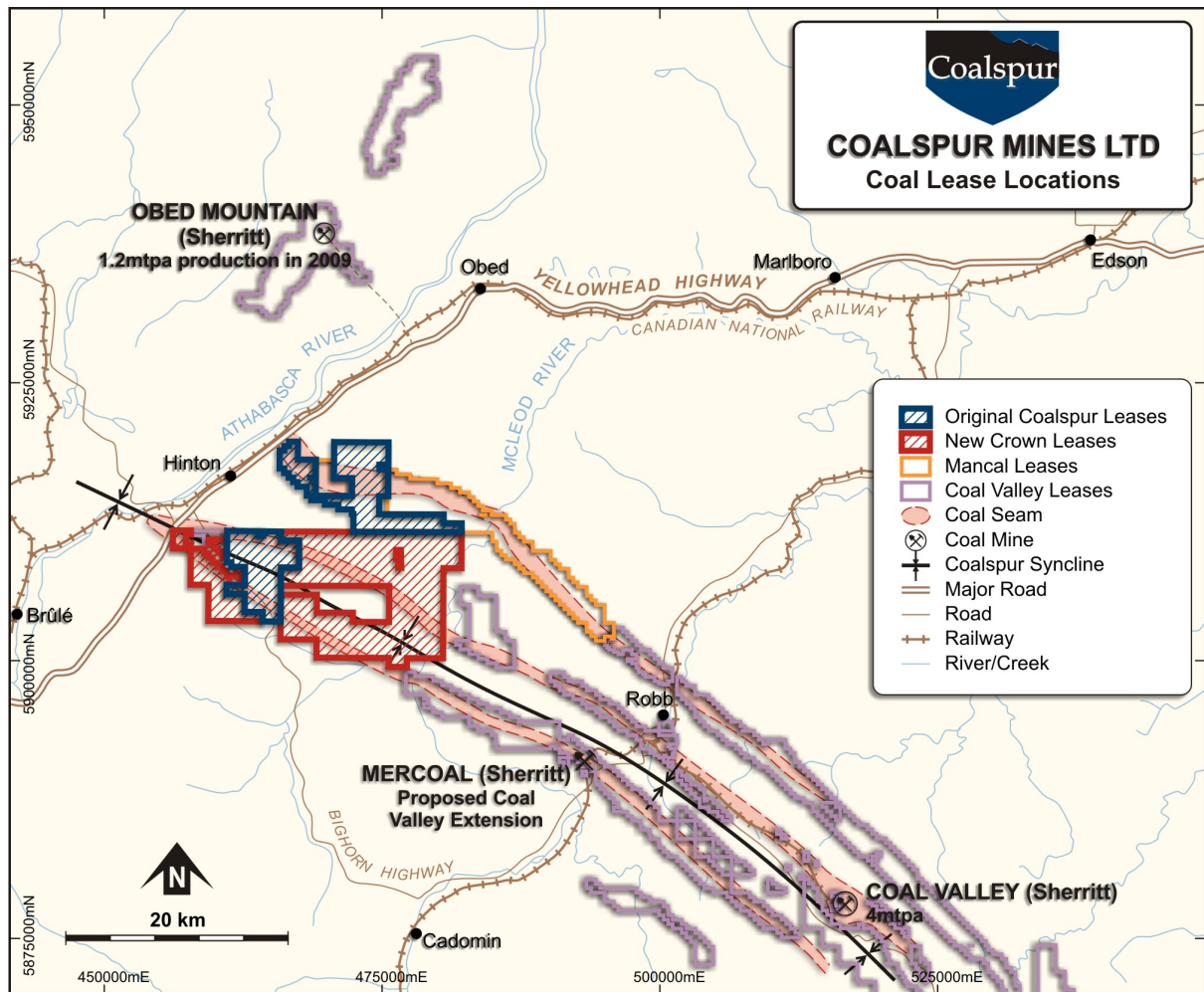


Figure 2: Regional Coal Leases