

URACAN RESOURCES LTD.

(formerly UFM Ventures Ltd.)
Suite 3123 – 595 Burrard Street
Vancouver, British Columbia, Canada, V7X 1J1

NEWS RELEASE

URACAN ANNOUNCES COMPLETION OF CHANGE OF BUSINESS

July 31, 2006

Trading Symbol: (TSXV): UFM
New Symbol: (TSXV): URC

Uracan Resources Ltd. ("Uracan") is pleased to announce that it has completed its change of business in relation to its option agreement with Sheridan Platinum Group Ltd. (the "Acquisition") effective July 27, 2006. Pursuant to the agreement, Uracan was granted an option to acquire a 100% interest in the Lac Turgeon, WeeGee, Pontbriand and NE Costebelle properties ("North Shore Properties") located along the Quebec North Shore of the Gulf of St. Lawrence, near the communities of Havre, St. Pierre, Aguanish, and Natashquan.

The NI 43-101 Technical Report dated May 31, 2006 and titled "The North Shore Property - Turgeon, Weegee, Highway, Pontbriand and NE Costebelle Claim Blocks" written by Jean Lafleur, M.Sc., P.Geol., states that the North Shore Property is of sufficient merit and potential to continue explorations in order to discover uranium (and polymetallic) resources. The North Shore Property is located in the vicinity of known uranium occurrences (such as the Deran Uranium Deposit) and is characterized by a highly favourable geological setting for large tonnage and low grade uranium mineralization of the Vein and Disseminated Intragranite Uranium Deposits or a Rossing-type, as well as a good potential for added copper-gold mineralization linked to uranium of the Iron Oxide Breccia Uranium(-Copper-Gold) Deposits or an Olympic Dam-type.

The North Shore Property is well suited for modern airborne geophysical survey using high resolution magnetic and electromagnetic instrumentation to map out lithologies and structures, as well as using radiometric instrumentation to at least map out the radioactive content of bedrock and boulder fields; field reconnaissance and prospecting, all for the following reasons;

- thin overburden cover and numerous boulder field. However past radiometric responses were more than likely masked by the overburden and water cover, which has left large areas of the Property unexamined;
- the apparent strong link between fracturing and faulting with uranium mineralization suggest that the weathered low lying areas might be areas that should be examined;
- sparse vegetation allowing free access to all-terrain vehicles in most of the areas;
- numerous fly camp sites on lakes and rivers available shortening the traveling time and giving more flexibility in terms of security for the field crews;
- well exposed intrusive units (20 to 100% outcrops) giving access to reliable geological information (rock sampling values, studies on alteration patterns, detailed structural features);
- strong lineament systems already identified from air-photo and satellite imagery, which are possibly related to extensive faulting;
- moderate distance (<100 kilometres) of the claim groups.

The North Shore Property has the potential of becoming a major uranium resource. Historical work, particularly by Denison, has shown open pit tonnage potential, with grades in the order of 0.015% O_3O_8

and more importantly the presence elsewhere in similar environments of substantially higher grades. Such higher grades may be more common than previously believed, given the large interested areas beneath overburden and lakes, but with key lake bottom sediments uranium anomalies.

Phase one of the company's work program is currently underway.

Pursuant to the Acquisition, Urcan issued 350,000 Common Shares and has paid the sum of \$600,000 to Sheridan as its initial payments under its option agreement with Sheridan. Urcan has also closed its non-brokered private placement of 5,000,000 shares at \$0.40 per share for gross proceeds of \$2,000,000, and its brokered private placement with Canaccord Capital Corporation of 3,060,000 flow-through shares at \$0.45 per share for gross proceeds of \$1,377,000. Canaccord received a cash commission of \$82,620 and 183,600 Agent's Warrants exercisable into common shares at \$0.50 per share for a period of one year. All of the shares issued pursuant to the Acquisition and the related financings are subject to a four month hold period expiring November 28, 2006.

Urcan also announces that Mr. Gregg Sedun has been appointed as Chairman of the Board of the Company and Mr. Tom Garagan, P. Geo has been appointed to the Board of Directors. Mr. Garagan is Vice President Exploration of Bema Gold Corp. and with the Bema companies, he has been instrumental in several discoveries, including the Cerro Casale and Kupol deposits.

With the completion of this transaction Urcan will trade under the symbol URC on the TSX Venture Exchange effective on August 3, 2006.

URACAN RESOURCES LTD.

For further information please contact:

Gordon Keep

Phone: (604) 609-6110

The TSX Venture Exchange has not reviewed, and does not accept responsibility for the adequacy or accuracy of the content of this news release.