

NOT FOR DISTRIBUTION TO A US NEWSWIRE SERVICE OR FOR DISSEMINATION IN THE UNITED STATES.



Suite 2184, 1055 Dunsmuir Street
PO Box 49275, Bentall Four
Vancouver, BC V7X 1L3
Telephone: 604-682-5580 Fax: 604-682-5596
www.uracan.ca

URACAN ANNOUNCES CLOSING OF \$4.805 MILLION FINANCING

October 29, 2008

Trading Symbol: (TSX – V): URC

Uracan Resources Ltd. (the "**Company**") is pleased to announce that, effective October 24, 2008, the Company has completed the first closing of its previously announced non-brokered private placement of 18,220,000 flow-through units (the "**FT Units**") at \$0.25 per FT Unit for proceeds of \$4,555,000 (\$2,250,000, of which was completed with MineralFields Group) and 1,250,000 non-flow-through units (the "**NFT Units**") at \$0.20 per NFT Unit for proceeds of \$250,000.

Each FT Unit consists of a share and one half of a share purchase warrant to purchase an additional share at \$0.50 for a period of 18 months expiring on April 24, 2010. Each NFT Unit consists of a share and one half of a share purchase warrant to purchase an additional share at \$0.40 for a period of 18 months, expiring on April 24, 2010.

In connection with the private placement, the Company paid finders' fees in an aggregate of \$255,500 and 966,000 options to purchase a share of the Company at \$0.25 for a period of 18 months, expiring on April 24, 2010.

All securities issued pursuant to the private placement are subject to a four-month hold period expiring on February 25, 2009.

The Company anticipates that further private placement closings on the same terms will be completed in the near future.

Proceeds from the private placement will be used to fund the ongoing exploration programs at the Company's North Shore project in Quebec and its Pipewrench Lake project in Saskatchewan, as well as for working capital.

"We are very pleased to be entering into this relationship with MineralFields Group", said Gregg Sedun, President and CEO. "This is an important milestone in the growth of Uracan Resources Ltd. and we look

forward to working with MineralFields Group as we develop our properties in the Quebec and Saskatchewan regions."

About MineralFields, Pathway and First Canadian Securities(r):

MineralFields Group (a division of Pathway Asset Management) is a Toronto-based mining fund with significant assets under administration that offers its tax-advantaged super flow-through limited partnerships to investors throughout Canada during most of the calendar year, as well as hard-dollar resource limited partnership to investors throughout the world. Pathway Asset Management also specializes in the manufacturing and distribution of structured products and mutual funds. Information about MineralFields Group is available at www.mineralfields.com. First Canadian Securities(r), a division of Limited Market Dealer Inc., is active in leading resource financings (both flow-through and hard dollar PIPE financings) on competitive, effective and service-friendly terms, with investors both within, and outside of MineralFields Group.

For further information please contact

Gregg J. Sedun
President and CEO

OR

John Sutherland
CFO
(604) 345-6641

Keith Schaefer
Vanguard Shareholder Solutions Inc.
(604) 608-0824

www.vanguardsolutions.ca

The TSX Venture Exchange has not reviewed and does not accept responsibility for the adequacy or accuracy of this release. The foregoing information may contain forward-looking statements relating to the future performance of Uracon Resources Ltd. Forward-looking statements, specifically those concerning future performance, are subject to certain risks and uncertainties, and actual results may differ materially. These risks and uncertainties are detailed from time to time in the Company's filings with the appropriate securities commissions.