

UNITED REEF LIMITED

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PRESS RELEASE

NICKEL OFFSETS PROPERTY - UPDATED TECHNICAL REPORT

United Reef Limited (URPL-CNQ) said that it has received an updated technical report (the “Report”) on its Nickel Offsets Property located in Foy Township, Sudbury Mining District, Ontario. The property includes the past-producing Nickel Offsets (Ross) Mine.

The Report, which covers new exploration data and information generated by United Reef’s compilation of historic exploration and mining data from the Nickel Offsets Property, was prepared by A.C.A. Howe International Limited (“Howe”) to update a previous Howe report prepared for United Reef on October 21, 2002. Both reports were prepared pursuant to the standards established by National Instrument 43-101 and Form 43-101F (Standards of Disclosure for Mineral Projects).

Howe concludes in the Report that the Nickel Offsets Property is a property of merit that warrants additional exploration expenditures to assess the potential for PGE (platinum group elements) and associated nickel and copper mineralization. The Report recommends an initial exploration program with a budget of \$396,000 to provide an ongoing evaluation of the property. The proposed exploration program includes the following elements:

- a diamond-drilling program designed to further evaluate the grade and continuity of the Ni-Cu-PGE mineralization within the offset (dike) and wall rock materials, including several promising chargeability anomalies identified by United Reef’s 2003-2004 Induced Polarization (“IP”) surveys;
- the proposed drilling program would consist of 3,000 metres of NQ diamond drilling in eight to ten 200 to 500-metre long drill holes targeting both IP targets and areas of interest within the mine workings; and
- a program consisting of rock and tailings sampling to evaluate the relationship, if any, between the PGE levels of the tailings and “high-grade” massive sulphide material from the waste and muck piles; this will serve to give some indication of the PGE grades that can be expected for the property as well as establish the tailings as a possible PGE resource.

It is anticipated that the exploration program will commence later this Fall and that International CHS Resource Corporation (ICJ.H-TSXV) (“CHS”) will provide the funding for the program as part of their option to earn-in to the project (see August 3rd press release for details).

A copy of the Report will be filed on SEDAR and the CNQ websites shortly.

United Reef’s common shares are listed for trading on the Canadian Trading and Quotation System Inc. (“CNQ”) under the symbol “URPL”. For further information about the Company, please visit United Reef’s website at www.unitedreef.com or contact Michael Coulter, President or Gary Nassif, Exploration Manager at 416-368-3332.