

April 17, 2006

**Consolidated Abaddon Resources Inc.**(V.ABN, ABNAF, [www.consolidatedabaddon.com](http://www.consolidatedabaddon.com))

**BUY**— If it's generally hard to find good deals on uranium companies, it's all the more difficult for those working in the world's best uranium district, the Athabasca Basin. But Consolidated Abaddon is an overlooked gem, with projects in some of the best zip codes and a

slate of impressive joint venture partners. We've previously covered ABN in a Casey Energy Confidential alert, but the market cap has remained almost ridiculously low... enough so that we feel the company is still a great buy.

**CONSOLIDATED ABADDON RESOURCES INC.**V.ABN, ABNAF, [www.consolidatedabaddon.com](http://www.consolidatedabaddon.com)

Price	Share: C\$0.49	MCap: C\$13.9million	On: 4/15/06
Shares	SO: 28.4 million	FD: 33.5 million	As of: 3/14/06
Warrants	4.0 million	C\$0.23-C\$0.40	Exp: 2/3/08-3/15/08
Options	1.1 million	Avg. C\$0.395	Exp: 2/9/11
Cash	C\$1.5 million	Burn: C\$30,000/mo	As of: 3/14/06

The main attraction for ABN is a series of properties located in the southeastern Athabasca Basin. This area hosts the McArthur River and Key Lake mines—belonging to majors Cameco and Cogema—as well as Cameco's Millennium deposit and JNR/IUC's Moore Lake project, two of the most important uranium exploration/development projects in Canada and probably in the world.

Abaddon was able to pick up land in this area because they were early to the game: they were staking ground early in 2004, when the uranium story was still largely flying under the radar. The region has since become a patchwork of mineral claims, with any and all acreage being snapped up.

Perhaps the most exciting of ABN's projects here is the Mann Lake property. This might sound familiar: the project is JV'd with another of our Casey-watched companies, Triex Minerals. Mann Lake is located just 15 kilometers from Cameco's Millennium deposit and appears to sit on the same geologic structure as that mineralization. ABN's land is surrounded by claims belonging to Cameco... a good neighborhood to be in.

A recent geophysical survey over the property identified several interesting target zones. More geophysics are nearing completion, and drilling of 5 holes is planned for later in 2006. While this in itself has the potential to move the stock, ABN may get some help from its neighbors. Word amongst uranium insiders is that Cameco has been doing a lot of work on its lands adjacent to ABN and may have found some significant geophysical anomalies and conductors. If such a development does materialize, it could set off an area play... to the benefit of ABN's share price.

To the north of Mann Lake, ABN holds three blocks of land known as the Huard-Kirsch Lakes Project. Although earlier-stage than Mann Lake, the project has attracted a significant partner: International Uranium Corp. Last October, IUC signed an agreement whereby it can earn 51% in Huard-Kirsch by spending C\$1.5 million on exploration. Geophysical surveys are now being conducted on the property to define drill targets.

As though ABN's partners in the Athabasca Basin weren't impressive enough, the company also has another serious player as a dance partner: BHP Billiton. This mining major has an agreement to earn 51% in ABN's Sims Lake and Gabbro Lake properties in Labrador. While Abaddon staked these lands for their uranium potential, BHP and its partner Gallery Resources are interested in finding nickel and other metals. They will fund 25% of the cost of an airborne geophysical survey and pay C\$1.3 million over three years to earn 51% of the rights to all non-uranium metals.

On the uranium side, Abaddon recently signed a deal with International Uranium allowing IUC to earn up to 51% in Sims Lake. Although early-stage, the project looks to have many similarities with other unconformity-type uranium deposits. The area could yield some surprises.

The skill of ABN's management is more business-oriented than technical. As mentioned, the company's president, Jim Pettit, was foresighted enough to stake an excellent package of uranium prospects back when few companies were looking at the commodity. However, with the company now facing the prospect of doing real work on the projects, they've made the intelligent move of bringing in joint venture partners with technical expertise. Triex and IUC possess some of the best uranium minds around, and with these professionals calling the shots (and paying the bills), Abaddon should be carried to good results.

Perhaps the best thing about ABN is its market cap: a miniscule C\$13.9 million. Although the stock has moved up over the last few months, it's still one of the cheapest uranium companies around. This is probably because the company did so little work on its properties as it went about securing joint venture deals. But with those deals now in place and drilling on the horizon at several locations, we expect the market will soon become much more acquainted with the ABN story.

The volume on ABN has been good over the past month, with the company regularly trading several hundred thousand shares daily. Thus it looks like the stock can absorb the bulk of our buying without blowing up. But be careful... don't pay more than C\$0.70 for your stock. The company has a couple of placements coming free-trading in May and June... an excellent time to buy.

We also wanted to bring one additional uranium company to your attention—this one isn't as cheap, but it has some excellent people behind it and could be heading much higher. The kind of company you'll want to accumulate whenever the price is right.

**For more information and to subscribe log on today at: [www.caseyresearch.com](http://www.caseyresearch.com)**

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