



Saskatchewan Office: Box 1216, Regina, Saskatchewan, S4S 2C5,
T: 1-306-525-0852
Exploration Office: 4 Al Wende Avenue, P.O.Box 546, Kirkland Lake, Ontario,
P2N3J5 T: 1-705-567-5351

UCR Acquires Uranium Interests in the State of New Mexico.

For Immediate Release

TSX.V: UCR

September 30, 2008 - Uranium City Resources Inc. ("UCR"), is pleased to announce that it has entered into an Option Agreement with Running Fox Resources (TSXv:RUN) whereby UCR can earn up to a 60% interest in 178 lode mining claims (over 3160 acres) located in a well known area of mineralization south and west of Albuquerque, New Mexico.

In the late 1970s, this area was the subject of serious exploration efforts by Gulf Mineral Resources, Pioneer Nuclear, Occidental Petroleum and Energy Reserves Group. Of this group, Gulf Minerals enjoyed the most success, but ceased exploration efforts when the price of Uranium collapsed in the early 1980s.

For UCR to earn a 50% interest, the terms of this Agreement (subject to TSX Venture Exchange Approval) are as follows:

Year 1

UCR to grant 1.5 million common shares to Running Fox Resources (TSXv:RUN) upon approval of Agreement
UCR to undertake a US\$200,000 exploration program

Year 2

UCR can elect to grant either 1 million common shares or make cash payment of \$150,000 to Running Fox
UCR to undertake a US\$200,000 exploration program

Year 3

UCR can elect to grant either 1 million common shares or make cash payment of \$200,000 to Running Fox
UCR to undertake a US\$200,000 exploration program

In Year 3, UCR can earn an additional 10% interest (taking its total to 60%) by producing a bankable feasibility study.

This Option Agreement sets in motion a comprehensive strategic plan by UCR to expand its uranium exploration focus beyond the Province of Saskatchewan in Canada into a mining and exploration friendly jurisdiction which enjoys a year-around exploration season.

About Uranium City Resources

Uranium City Resources is a Canadian based junior exploration company with existing projects in the Province of Saskatchewan. UCR has over 100,000 acres of exploration property in northern Saskatchewan. More information about UCR is available on line at www.uraniumcityresources.com

Forward looking statements:

This news release contains certain forward-looking statements. These forward-looking statements are subject to a variety of risks and uncertainties beyond UCR's control or prediction and could cause actual events or results to differ materially from those anticipated in such forward-looking statements. Although UCR believes that the assumptions inherent in the forward-looking statements are reasonable, undue reliance should not be placed on these forward-looking statements.

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

For further information please contact:

Malcolm Bucholtz, President & CEO

T:1.306.525.0852

E: saskmining@hotmail.com