

ANGLO-CANADIAN URANIUM CORP.

(\$0.125: URA - TSX-V)

Recommendation: Speculative Buy (No Change)

Target Prices: 1-Year: \$0.35 (No Change)

3-Year: \$0.80 (No Change)

RECENT DEVELOPMENT: EULA BELLE DRILLING RESULTS

Anglo-Canadian Uranium Corp. has announced results from the Company's current drill program at its Eula Belle uranium project (100%-owned) in southwestern Colorado.

The best results from a drill-out about 700 metres north of the old mine workings are shown in the table below, and further details can be found in Anglo-Canadian's August 13, 2008 news release (available on the Company's website at www.anglocanex.com). The results included 3.5 feet of 0.258% eU3O8. In total, 26 holes have been drilled. This completes the current planned program.

Well Name	From	To	Interval	Grade eU3O8*	Grade Thickness
MC-09-07	747.2	753.2	6	0.193	1.16
MC-08-07	749.6	752.6	3	0.136	0.41
MC-13	749	754	5	0.044	0.22
LM29-49N-17W#1	552.1	554.1	2	0.013	0.03
LM21-49N-17W#1	651.1	654.6	3.5	0.029	0.10
MC-15	529.5	544	14.5	0.026	0.38
MC-14	761	764.5	3.5	0.022	0.08
MC-7-07	742.3	746.3	4	0.040	0.16
MC-19-07	784.3	787.3	3	0.348	1.04
MC-20-07	778.4	784.4	6	0.040	0.24
MC-24-27	749.5	753	3.5	0.258	0.90

*The "e" preceding U3O8 indicates that the values were calculated using a gamma ray probe rather than a chemical analytical method.

Source: The Company.

Private Placement

The Company has amended the terms of its non-brokered private placement announced on June 5, 2008. The proposed private placement of 1,000,000 flow-through units has been changed to reduce the price per unit from \$0.20 to \$0.15. A unit consists of one common share and one-half of one share purchase warrant. Each full warrant is exercisable for one year; the exercise price has been changed from \$0.30 per share to \$0.25.

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THE COMPANY

Anglo-Canadian is an early-stage exploration company, focused on gold and uranium resources. The Company's uranium properties are located in Quebec and the Four Corners region of the U.S., while its gold properties are in British Columbia.

RECOMMENDATION

At the time of our Initiating Report, Anglo-Canadian stock was trading at \$0.22 per share, while the uranium price was \$90/lb. We set Target Prices of \$0.35 (1-year) and \$0.80 (3-year), and rated the stock a Speculative Buy. The shares are currently trading at \$0.125, having fallen in concert with the uranium price and other stocks in the sector. The current spot price of uranium is \$64.50/lb (August 13, 2008; Source: UxC).

While we are maintaining our Target Prices, we note that share price performance for Anglo-Canadian is somewhat dependent upon an improvement in investor sentiment for the junior mining sector in general, and the uranium industry in particular. An eResearch Update Report on Anglo-Canadian is underway and is expected to be published shortly.

RATINGS HISTORY

Date	Report Type	Recommendation	Stock Price	Target Price
Jan. 15, 2008	Initiating	Speculative Buy	\$0.22	1-Year: \$0.35 3-Year: \$0.80
Feb. 1, 2008	Bulletin	No Change	\$0.18	No Change
May 16, 2008	Bulletin	No Change	\$0.14	No Change
Aug. 19, 2008	Bulletin	No Change	\$0.125	No Change

High-Low Since Initiating: \$0.23-\$0.10

NOTE: eResearch reports on Anglo-Canadian Uranium Corp. and other companies are available FREE on our website at www.eresearch.ca.

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