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ASX RELEASE [ASX:EUM]

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EUMERALLA SIGNS LANDMARK AGREEMENT IN MYANMAR

KEY POINTS

- **Option agreement (subject to due diligence and necessary approvals) to acquire a 49% beneficial interest in the Two Palms (TP) Mining Project located in Southern Myanmar.**
- **The tenement covers over 1300 acres and is located near the Dawei, Township, Dawei District, Taninthayi Region, Myanmar.**
- **The agreement requires TP to assist in sourcing three additional exploration properties and assisting with exploration, approvals and any other local permissions. All of these properties have been identified.**
- **All prospective leases have been identified by TP, Eumeralla and consultant geologists as prospective for primary tin or tungsten deposits.**
- **Services of a local team to ensure project continuity.**

MYANMAR OPTION AGREEMENT

The Board of Eumeralla Resources Limited (**Eumeralla**) is pleased to announce (subject to due diligence and necessary approvals) the signing of an option agreement to acquire a 49% beneficial interest in the Two Palms Mining Project (**Project**) located in Southern Myanmar (refer to **Figure 1**).

The initial tenement covers over 1300 acres and is located in the Dawei, Township, Dawei District, Taninthayi Region, Myanmar (refer to **Figure 1**). Applications are currently being made for three additional tenements.

The option agreement is subject to exploration licenses being granted for up to four (4) mining leases. All prospective leases have been identified by TP, Eumeralla and consultant geologists as prospective for primary tin or tungsten deposits. After initial mapping, a drill program will be established with the objective of securing a maiden JORC resource. Eumeralla notes that under the transaction conditions, TP is required to seek and obtain any national and local government approvals and consents, including the 'permission to explore permit' from the Ministry of Mines.

Eumeralla has been able to secure the services of a local team to ensure project continuity. TP is a Myanmar based company providing mining equipment for the mining sector and holds exclusive

About Eumeralla Resources Ltd

Eumeralla is an emerging ASX-listed (ASX:EUM) metals explorer. The Company was incorporated on 19 January 2011 for the primary purpose of acquiring and exploring mining projects in Mongolia with the aim of discovering commercially significant minerals deposits. The License covers an area of 12,657 hectares and encompasses the historical Chuluun Khoroot tungsten mine which was active during the period 1945-1955. The License area is located in north-eastern Mongolia approximately 20 km north of the town of Dashbalbar, 850 km north-east of Ulaanbaatar and 85 km north-west of the Solowevs-k-Choibalsan railway. The Company's initial metal focus will be on tungsten, although other commodities may be targeted in the future. In addition, EUM is constantly assessing other projects in Mongolia and other SEA countries with a view to scale up and add value to shareholders

rights for a number of international mining equipment companies. TP was established in 2008 to hold tin and tungsten mining assets in Tanintharyi Region, along with continuous exploration of other mineral rights in Myanmar.

TRANSACTION DETAILS

The material terms of the agreement are as follows:

1. Subject to the satisfactory completion of due diligence and receipt of necessary approvals, Eumeralla will pay:
 - a) SGD100,000 (approximately AUD77,600) as refundable deposit for the 49% beneficial interest in TP located in Southern Myanmar, subject to exploration lease approval;
 - b) USD33,000 (approximately AUD31,250) as refundable deposit in either cash or (based on Eumeralla's 20 day volume weight average price) common shares in Eumeralla for 49% beneficial interest per mining lease, for up to three (3) mining leases, subject to exploration lease approval.
2. Eumeralla shall contribute in cash up to USD300,000 (approximately AUD284,000) for the initial Exploration. These funds can be allocated to either the TP mining project or any of the three (3) proposed exploration licenses at the sole discretion of Eumeralla.
3. Eumeralla has the right to terminate the Agreement any time and at its sole discretion.
4. The Agreement provides 'free carry' until the end of exploration for TP.

FUNDING

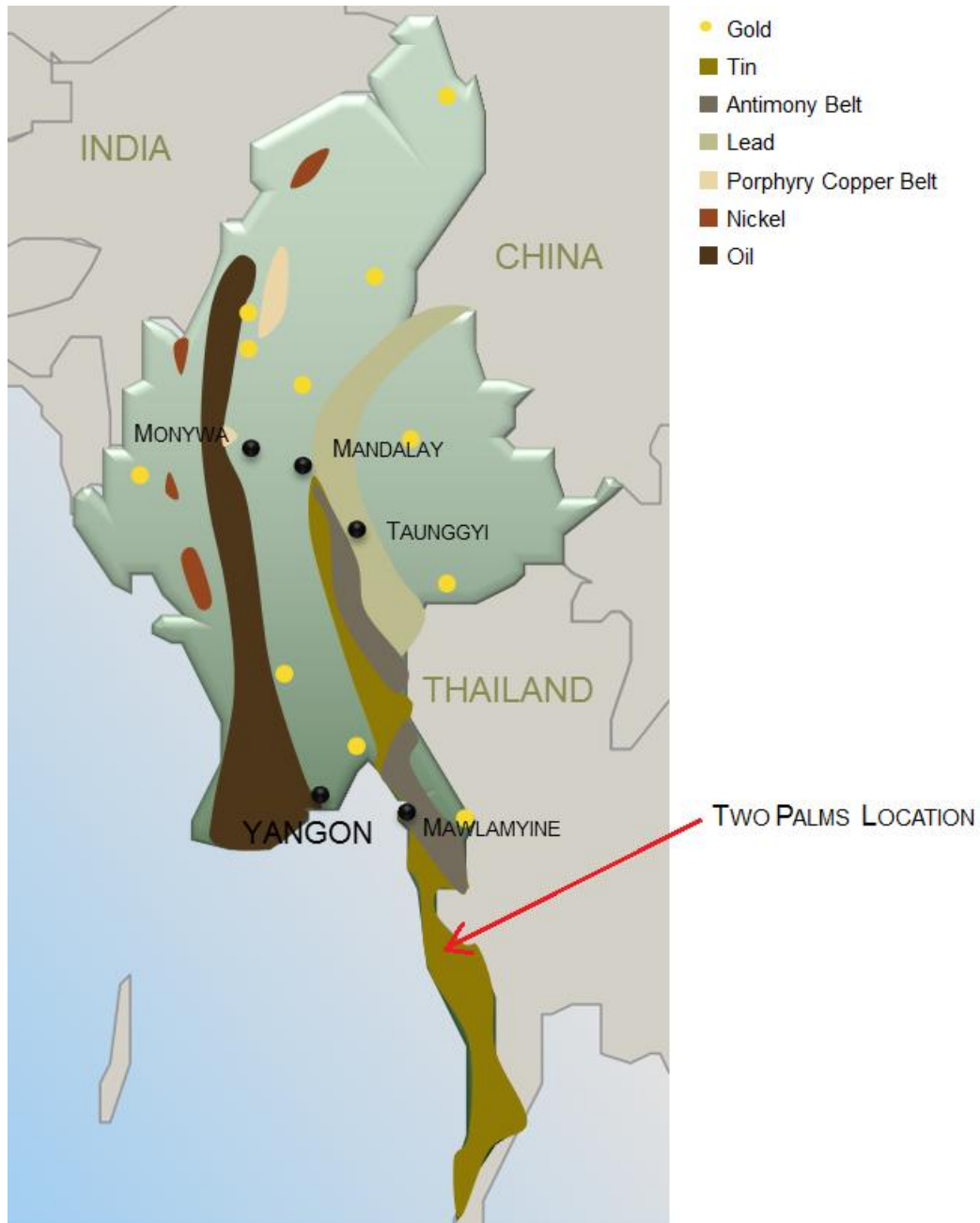
The Company presently has over \$2.4m cash at bank and intends to allocate some of these funds to progressing the Project.

The Board believes the option agreement is extremely positive and continues to grow the Company's foothold in the highly prospective tin and tungsten region of Southern Myanmar. The Company is actively seeking to identify additional tin and tungsten properties with local partners in other areas of Myanmar.

MONGOLIA UPDATE

Testing and fieldwork on the existing Mongolian exploration lease continues as does identifying additional Mongolian leases.

FIGURE 1 – MAP SHOWING LOCATION OF TWO PALMS MINING PROJECT



Yours faithfully

Michael Hynes

Director/CEO