



ELDORE MINING CORPORATION LIMITED
ABN 82 110 884 262

29th September 2011

Companies Announcements Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

ELDORE FUNDING

The Board of Eldore Mining Corporation Limited (ASX: EDM, "**the Company**") is pleased to advise that it has executed a Term sheet to provide the funding for its ongoing Burkina Faso Gold project and enable it to complete the planned acquisition of the Baita Copper-Gold mine at Stei, Transylvania, West Romania. The company has also agreed a converting loan with Zulu Capital for up to \$500,000 for general working capital subject to shareholder approval.

The Company executed a term sheet for the provision of an equity funding facility of up to A\$15,000,000 with Roswell Capital Partners, LLC ("**Roswell**"), subject to the execution of formal agreements. The 36 month facility will provide part of the funding requirements for the Baita Copper-Gold ("**Baita**") mine acquisition in Romania as well as working capital for ongoing exploration at the Burkina Faso gold project. The Roswell facility requires a 3.0% commitment fee to be satisfied by the issue of shares which will be escrowed for 6 months and payable on execution of the formal contracts. The non binding term sheet is subject to the completion of formal documentation and agreed conditions precedent before draw-down.

Baita Copper-Gold Mine

The Baita Copper-Gold mine is an integrated underground and copper concentrator plant located in Transylvania, West Romania.

The majority of funds will be applied to enable Eldore to complete the purchase of and re-start operations at the Baita Copper mine in Romania. The mine ceased operations in February 2010 due to financial and other issues related to the previous owner. At that time mine production was focussed at the 18-Level (depth of 360 metres) and since the closure the mine has been on care and maintenance with most key staff still available.

The Company intends to re-start where mining left off at this level where strong mineralisation exists and the ore body remains open in most directions. Two diamond holes drilled approximately 90m below this level show strong mineralisation typical of what has been mined to date.

Samples collected from broken ore stocks both underground and remaining on surface on 28th September 2009 returned an average grade of **2.67% copper** and 2.06 g/t gold.

The Company believes it can re-start operations within 120 days of settlement and quickly rebuild to an annualised rate of 200,000 ore tonnes per annum. A gold rich copper concentrate will be produced and on-sold to third party smelters in India, China or Europe.

Burkina Faso

In Burkina Faso, the Company's wholly owned subsidiary Knights Landing Pty Ltd owns the Bonsiega Project where Predictive Discovery Limited (ASX:PDI) has earned a 60% interest by expending \$2 million on exploration as recently announced. The Company is now required to fund 40% of all approved and budgeted exploration expenditure to maintain its interest.

Highlights from recent Exploration

- Gold anomalies extended to over 16km strike length on Laterite Hill Grid.
- Dave anomaly may extend 1.8km to the west with a peak value of 0.4g/t Au in weathered bedrock on western line.
- Dave/Dave East structure remains untested for an additional 8km.
- Recently reported RC results supporting the potential for a large gold mineralised system at Dave/Dave East, include:
 - **46m at 1.7g/t Au** from 22m, including **26m at 2.7 g/t Au**
 - **46m at 1.4g/t Au** from 16m, including **8m at 4.0 g/t Au**
 - **14m at 3.7g/t Au** from 66m
 - **18m at 1.6g/t Au** from 16m, including **2m at 7.8g/t Au**
 - **16m at 1.7g/t Au** from 66m, including **6m at 4.0g/t Au**

Drilling to resume in November with **18,000m of RC** and **3,000m of diamond drilling**

Both Eldore and PDI are confident that a significant discovery is beckoning within its Burkina Faso Joint Venture properties.

The proposed finance facilities provide Eldore with certainty and financial stability to enable it to transition to a Copper-Gold producer with the completion of the Baita Copper-Gold mine acquisition in Romania. Finally the company wishes to advise the Mr Paul Johnstone has joined the Board as a Non Executive Director effective immediately.

The Company can now focus on both re-start of mining and processing operations at the Baita Copper-Gold Mine in Romania and provide funding for further exploration on the Company's advanced exploration project in Burkina Faso.

Yours faithfully

Damon Sweeny
Company Secretary