



30 April 2012

The Manager  
ASX Limited  
20 Bridge Street  
Sydney NSW 2000

Dear Sir / Madam,

**East Coast Minerals NL (ASX: ECM) partly paid shares – conditions of auction**

Further to the announcement lodged earlier this afternoon, we attach a copy of the conditions of the auction, to be held on 1 May 2012.

Yours faithfully

Vince Fayad  
Executive Director

# AUCTION OF FORFEITED SHARES ON 1 MAY 2012



## CONDITIONS OF AUCTION

- 1 Prior to commencement of the auction, all proposed bidders must provide ECM with full details of the purchaser on whose behalf they will be bidding and provide evidence satisfactory to ECM authorising the bidder to act on behalf to the proposed purchaser.
- 2 Shares sold at the auction will be credited as fully paid ordinary shares.
- 3 Shares will be sold in lots of 700,000 shares each, except the final lot which will be 544,350 shares.
- 4 A bid once made is not capable of retraction.
- 5 The amount paid is to be inclusive of any stamp duty payable on the sale of the shares.
- 6 Bids are to be based on the price of one (1) ordinary share which will be applied to all the shares in the lot under offer. The bid price must be at three decimal points. For example, a bid price of 2.5 cents or \$0.025 per each share for 1 lot. For those successful, the amount payable for the lot using the above example would be \$17,500 – calculated as 700,000 shares multiplied by 0.025 per share;
- 7 Upon any parcel of shares being knocked down to the highest bidder,
  - (a) a binding contract for the purchase of those shares shall come into existence in accordance with these conditions;
  - (b) the purchaser must execute, as transferee, and deliver to ECM a transfer of the shares purchased in the form provided by ECM.
- 8 Settlement of purchases of shares must be made on the day of the auction, or if the purchaser chooses on the next day on which banks are open for business in Sydney. Payment may be made at the auction or at C/- Lawler Partners, Level 9, No.1 O'Connell Street, Sydney NSW 2000. Payment must be made by cash or cheque. This should include any stamp duty payable on the sale of the shares.
- 9 On receipt of payment by ECM, ECM will execute the transfer of the shares referred to in 5(b) above and will lodge that transfer with ECM's share registrar for registration of the shares in the name of the purchaser. ECM will attend to any stamping required for the shares. It is the purchaser's responsibility to satisfy any requirements of ECM's share registrar regarding due completion and execution by the purchaser of the transfer.
- 10 If any cheque tendered by a purchaser is dishonoured, ECM may at its option either
  - (a) delay registration of the transfer until the cheque is honoured;
  - (b) sue the purchaser for all unpaid moneys;
  - (c) treat the dishonour as a repudiation by the purchaser of the contract to purchase the shares.

30 April 2012