



ELDORE MINING CORPORATION LIMITED
ABN 82 110 884 262

5th December 2011

Companies Announcements Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

Market Update

The Board of Eldore Mining Corporation Limited (ASX: EDM, "the Company") wishes to advise on the following matters.

Funding

Further to the previous announcements the Company is currently completing a placement to raise up to \$800,000 for general working capital by issuing shares at \$0.002 with a free attaching option expiring in 2013 exercisable at \$0.006 cents per share to sophisticated investors. The placement includes a 5% commission and 1% management fee on the total of funds raised. Additionally, as previously announced, the Company has executed a term sheet with Roswell Capital Partners for a \$15 million facility which requires the issue of 3,703,703 shares to complete legal due diligence. The shares could only be issued following the shareholder approval and should the Company not issue said shares by the COB 5th December, then the term sheet will have lapsed. Further announcements are anticipated.

Baita Copper-Gold Mine

Following further discussions, the Company has exercised its right not to proceed with the Baita Copper-Gold mine in Transylvania, West Romania. Following an extensive due diligence process and various renegotiations and extensions the Company has decided to pursue other more advanced production scenarios and expects further announcements will follow shortly. The vendor has sought to institute Arbitration proceedings which the Company believes have no merit and will advise on any further developments.

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 and is currently reviewing various options available including potential sale of its interests or continuing to meet its funding obligations.

Corporate

The Company is currently in preliminary discussions with various parties for potential operational production assets based on the African continent and will keep the market appraised as developments proceed. Eldore is also committed to strengthening the Board with further appointments while securing the future of the Company's funding so the Company can focus on its advanced exploration project in Burkina Faso and potential production assets currently under consideration.

Yours faithfully

COMPANY SECRETARY