

17 December 2010

Company Announcements Office
Australian Securities Exchange

COMPLETION OF FARM-OUT AGREEMENTS

Oroya Mining Limited (Oroya) is pleased to announce that it has completed the farm-out of 3 projects through its wholly owned subsidiary, Universal Rare Earths Pty Ltd (URE) to Datamotion Asia Pacific Limited (DMN).

Under the Terms of an amended Share Purchase Agreement, DMN has acquired from Oroya all of the issued capital of URE by the payment of \$1,000 and the issue of 150,000,000 fully paid DMN shares to satisfy URE's obligation to reimburse Oroya's previous project expenditure.

The three projects subject to the farm-out agreements are the Mt Barrett project in Western Australia (includes M12 rare earths target), Pambula gold project and Moruya gold project which are both located in south-eastern New South Wales.

Mt Barrett Project (M12 Rare Earth Elements target, Western Australia: E38/2053)

The main target at Mt Barrett is the discrete 1.3 km by 2.0 km "Bulls-Eye" strongly magnetic M12 intrusive which is a possible Mt Weld-style carbonatite (rare earth elements target).

Under the Terms of the joint venture agreement, URE must spend \$300,000 within 3 months to evaluate the M12 target. URE can then earn a 70% interest in the project by a further spend of \$2 million. After earning 70%, Oroya will be free-carried with 30% to completion of a BFS and Decision to Mine.

Moruya Project (Gold, New South Wales: E6746, E6747)

The Moruya gold project is situated on an historic goldfield where Oroya is targeting high-grade quartz veins and stockwork vein systems associated with granite intrusions (Cadia Hill-style gold deposits). Previous regional work by Oroya has identified strong regional gold anomalies and follow-up work is also expected to identify drill targets in 2011.

URE can earn 70% in the project by sole funding all expenditure for a bankable feasibility study and all the Mining Act expenditure requirements until a decision to mine.

Pambula Project (Gold, New South Wales: E6716, E6731)

The Pambula gold project is being evaluated for large tonnage disseminated stockwork and high grade epithermal vein type gold deposits. Oroya has identified 4 regional gold anomalies on which follow-up work is expected to generate drill targets for testing in 2011.

URE can earn 70% in the project by sole funding all expenditure for a bankable feasibility study and all the Mining Act expenditure requirements until a decision to mine.

Ken Lim
Chairman

DECLARATION OF COMPETENCY

The information in this report that relates to Exploration results is based on information compiled by Mr T J Carter, a member of the Australasian Institute of Mining and Metallurgy and a full time employee of Oroya Mining Limited. Mr Carter has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Carter consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.