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Company Announcements Office
Australian Securities Exchange

Oroya Executes Agreement to Fund W.A. Nickel and Gold Projects

- Oroya's nickel and gold projects in Western Australia are to be funded through to bankable feasibility under joint venture agreements with Mining Projects Group Limited (MPJ)
- The agreement will ensure follow up of high grade nickel intercepts at Oroya's Talc Lake project, 50km from the Nova Nickel discovery
- \$800,000 must be expended by MPJ on the Talc Lake Project in the first 12 months
- Four Ni-Cu intersections from previous drilling programs at Talc Lake included high grade intercepts up to 0.5m @ 6.15% Ni and low-grade Ni-Cu mineralisation over 150m wide
- Down hole electromagnetic surveys found conductive targets for further drill testing along the mineralised zone
- The Mt Barrett gold project is in a highly prospective greenstone belt north of the Tropicana deposit
- Under the agreement, Oroya will receive shares and options in MPJ and Mr Joshua Wellisch will join the MPJ board as nominated by Oroya.

Oroya Mining Limited (ASX:ORO) ("Oroya") has executed a binding Heads of Agreement ("HoA") to establish two joint ventures with Mining Projects Group Limited (ASX:MPJ) ("MPJ") over Oroya's Western Australian nickel and gold exploration assets, the Roe Hills/Talc Lake Project ("Talc Lake") and the Mt Barrett Project ("Mt Barrett"). (refer to Figure.1)

Talc Lake - Nickel

The Talc Lake nickel project covers a 30km belt of ultramafic rocks, 85 km's east of the Kambalda nickel mining centre in Western Australia. Oroya holds 5 exploration licences covering the ultramafic sequences. Previous work includes regional geochemistry, air core, RC and diamond drill testing, electromagnetic geophysical surveys and IP (Induced Polarisation) surveys. Gossans, geochemistry, geophysics, petrology and known nickel sulphide positions suggest strong potential for Kambalda-type komatiite nickel deposits. Previous drill intersections at the Talc Lake prospect include 0.5 metres of 6.15% nickel and 0.38% copper from 155 metres hole depth in diamond drill hole ROE 114.

The mineralisation conforms to the Kambalda style where nickel sulphides are characteristically located in embayment's or troughs under the channel flow facies' of the host komatiite. A review of the project data has identified numerous nickel and gold targets to be evaluated.

Mt Barrett - Gold

The Mt Barrett Project is located in the Lake Wells Region on a highly prospective greenstone belt. Recent drilling on the immediately adjacent tenement (Goldphyre Limited's - Axford Prospect) returned several high grade gold intercepts. Gold Road Limited has discovered significant resources on the belt to the south of Oroya's tenement, and the Tropicana gold deposit containing over 7.8 million tonnes of gold is under development by AngloGold Ashanti and Independence Group.

Joint Venture Agreement

The Heads of Agreement provide that the establishment of the joint ventures is conditional upon:

- each of the parties successfully completing due diligence investigations by 31 March 2013;
- \$1.6 million is raised through clients of CPS Securities Limited and Melbourne Capital Limited
- MPJ obtaining all necessary shareholder and regulatory approvals; and
- the parties entering into formal joint venture agreements by not later than 31 March 2012.
- Mr Joshua Wellisch will join the board of MPJ as nominated by Oroya with a further independent nomination to be considered

Subject to satisfactory completion of due diligence and MPJ obtaining all necessary shareholder and regulatory approvals, the HoA provides for the establishment of a joint venture for the Talc Lake and Mt Barrett Projects. The key terms are as follows:

- MPJ will issue Oroya 50,000,000 fully paid ordinary shares in MPJ and 30,000,000 options with an exercise price of 1 cent and an expiry date at 30 June 2016, subject to shareholder approval. This is to reimburse for expenditure undertaken at Talc Lake and Mt Barrett thus far.
- MPJ will hold the right to earn a 75% participating interest in the Talc Lake Project by expending a minimum of \$800,000 during the initial 12 month period from signing and then continue to solely fund Talc Lake until completion of a Bankable Feasibility or decision to mine.

- MPJ will hold the right to earn an 80% participating interest in Mt Barrett by completing all required expenditure until completion of a Bankable Feasibility Study.
- MPJ may, at its discretion, withdraw from either or both Joint Ventures at any time prior to earning its participating interest. Upon withdrawal the Company will have no further expenditure obligations or commitments in respect of the either or both Joint Ventures
- Once MPJ has earned a participating interest in either or both Joint Ventures, MPJ and Oroya will thereafter contribute to expenditure in proportion to their respective participating interests.

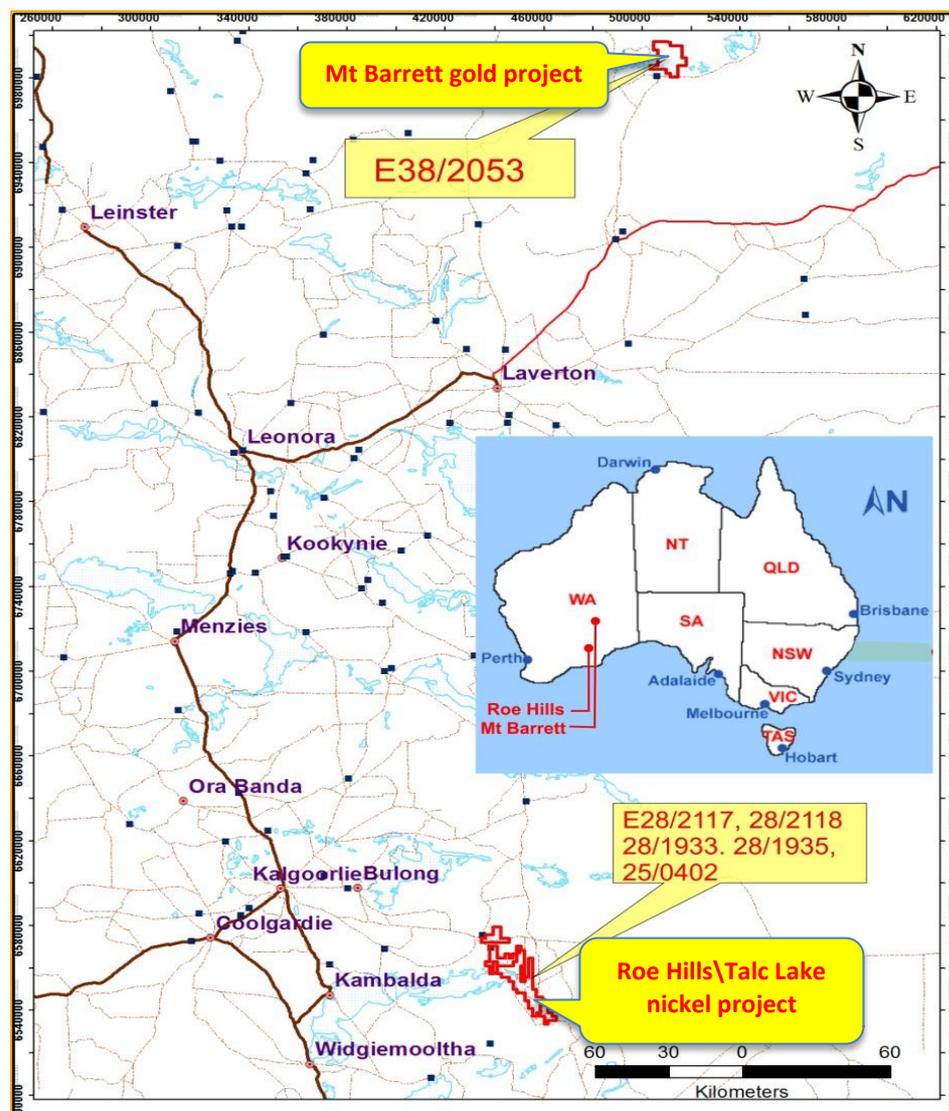


Figure 1: Roe Hills\Talc Lake and Mt Barrett geographical locations.

ENDS

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DECLARATION OF COMPETENCY

The information in this report that relates to exploration results is based on information compiled by Dr Kevin Moriarty, a member of the Australasian Institute of Mining and Metallurgy. Dr Moriarty is a consultant geologist and Chairman of Oroya Mining Limited. Dr Moriarty 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. Dr Moriarty consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.