

De Grey Mining Ltd

A.B.N. 65 094 206 292

27 September 2012

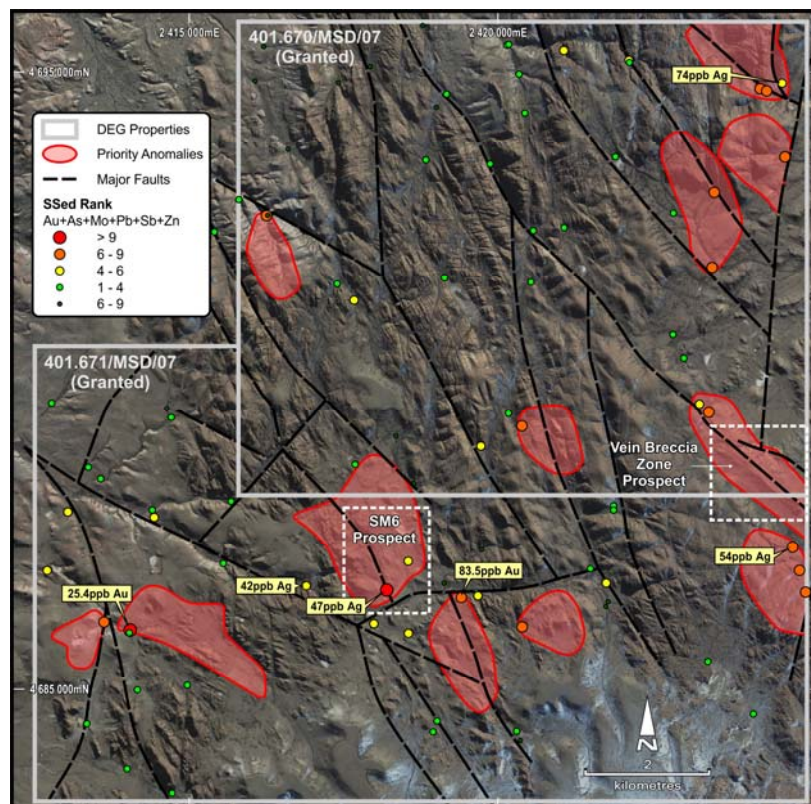
ASX/MEDIA RELEASE

SIERRA MORENA SUR GRANTED

De Grey Mining Ltd is pleased to announce that the Provincial Mining Authority of the Province of Santa Cruz, Argentina, has granted the Sierra Morena Sur cateo (Licence) No 401.671/MSD/07. The licence area covers the SM6 drill target and part of the drill target area of the Vein Breccia Zone.

The granting of the cateo will allow the Company to complete a land access agreement with the landowners and commence logistic preparations for the drilling of the SM6 prospect, planned for October. The negotiation of the land access agreement with the landowners is advanced and is expected to be completed shortly.

Land access for the Pachi project, also planned for drilling in October, was confirmed recently and logistics planning for that project has already commenced.



For further information:

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The information in this report that relates to exploration results is based on information compiled by Mr Glenn Martin, who is a Member of the Australasian Institute of Mining and Metallurgy and a full time employee of De Grey Mining Limited. Mr Martin 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." (the JORC Code). Mr Martin consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.