

ASX / MEDIA ANNOUNCEMENT

20 OCTOBER 2009

AMPELLA MINING ACQUIRES STRATEGIC NEW PERMIT AT BATIE WEST

Ampella Mining Limited (ASX Code: AMX) has entered into an Option Agreement to acquire up to 100% of an important new mineral tenement from a local vendor at its Batie West Gold Project in Burkina Faso, West Africa.

This new Permit, known as Dounkou, is situated in a favourable position at the centre of Ampella's existing Batie West Permits and covers key geological structures linked to gold mineralisation (see Figure 1).

The Dounkou Permit is situated adjacent to, and east of, the Mabera Permit where scout drill programs by Ampella have identified a number of significant gold prospects, each with the potential to host substantial gold deposits. The Permit also lies immediately south of Volta Resources porphyry copper-gold resource which contains 82.6 million tonnes at a grade of 0.4% Cu and 0.4 grams per tonne Au (for a contained 724,880 lbs of copper and over 1,000,000 ounces of gold). The host stratigraphy to the mineralisation is interpreted to continue southward onto the Dounkou Permit (see Figure 1).

No modern day exploration has yet been undertaken at Dounkou but active artisanal workings are known to occur. The Dounkou Permit is underlain by Birimian age volcano-sedimentary successions intruded by quartz-feldspar porphyry dykes along major crustal gold (and copper) bearing structures - the same geological setting as other major West African gold deposits. The Permit covers an area of approximately 237 square kilometres and brings the total area available to Ampella in the Batie West region to approximately 1,400 square kilometres.

Ampella aims to commence exploration work over this Permit in the short term. Work will comprise the flying of airborne geophysics (magnetics and radiometrics), together with regional auger and soil geochemical programs to define gold (and copper) targets for future drill programs.

The terms of the acquisition of Dounkou are staged over 3 years and include an upfront payment of US\$15,000, followed by a second payment of US\$25,000 to acquire 51% of the Permit after 12 months (at Ampella's choice). If Ampella elects to proceed with the transfer of the Permit after the third year then it will pay a further US\$20,000. At the completion of the transfer, Ampella will pay an additional US\$10,000 and issue 50,000 ordinary shares to the vendor.

The directors and management of Ampella are extremely pleased with this acquisition due to its obvious potential for expansive gold/copper mineralisation. This Permit also fills a strategic position in Ampella's already dominant land position in the south-west region of the Boromo Greenstone Belt.

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The information in this report that relates to exploration results is based on information compiled by Dr Paul Kitto, who is a member of the Australian Institute of Geoscientists. Dr Kitto is employed by Ampella Mining Ltd.

Dr Kitto has sufficient experience relevant to the style of mineralisation and type of deposit under consideration and to the activity he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australian Code of Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Kitto consents to the inclusion of the matters based on information in the form and context in which it appears.

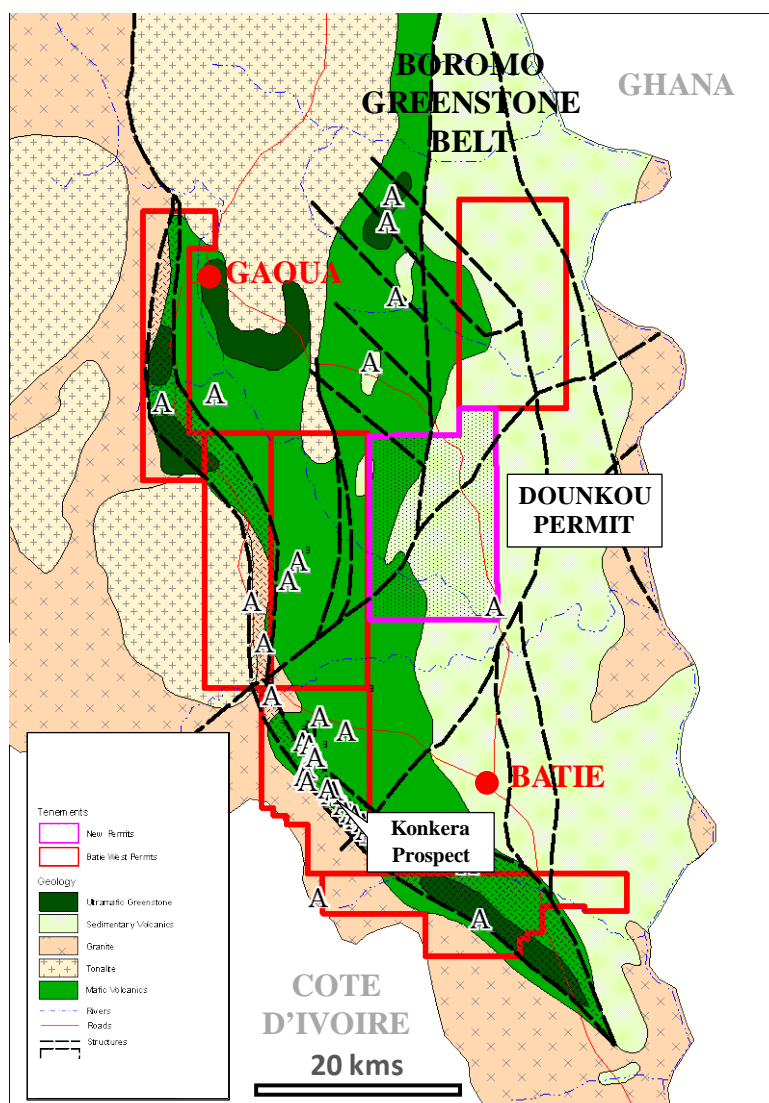


Figure 1. Regional geological map showing the location of the new Dounkou gold permit adjacent to Ampella Mining Limited's Batie West Project in Burkina Faso, West Africa.