ElDore Mining Corporation Limited

ABN 82 110 884 262

19th March 2008

Acquisition of Highly Prospective Greenstone Belt Hosted Gold Exploration Package in Burkina Faso, West Africa

ElDore Mining Corporation Ltd ("EDM") is please announce that it has reached agreement with the shareholders of Knights Landing Limited ("KLL") to acquire, subject to EDM shareholder approval, all the issued capital of KLL. KLL has the right to purchase Birrimian (Pty) Ltd ("Birrimian"), a private mining syndicate and the holder of 4 Exploration Licences in Burkina Faso in West Africa.

The licences cover 795 sq km of a prominent shear system extending from North Ghana, through SE Burkina Faso into Niger which hosts a number of significant gold assets such as the 2 moz Samira Hill deposit in Niger and the 1 moz Youga deposit in Burkina Faso, both currently being mined by Canadian listed Etruscan Resources Inc.

The purchase of KLL will be completed by the issue to the KLL shareholders of 25,000,000 EDM shares at a nominal price of AUD$0.08 per share. The purchase of Birrimian will be completed by the payment of USD$450,000 in two tranches of USD$225,000, the first on signing and the second on the first anniversary of the agreement and also by the issue of USD$1,000,000 in EDM shares also at a nominal price of AUD$0.08 per share. Should a bankable feasibility study be completed on any of the exploration projects a second tranche of EDM shares to the value of USD$2,000,000 will be issued to the Birrimian shareholders.

The Director's intend to invite Mr Martin Pawlitschek, a qualified geologist and a Birrimian shareholder, to join the EDM board. The Birrimian syndicate with funding assistance from KLL, has been conducting extensive soil sampling and geophysical interpretation exploration on the Sirba, Fouli, Madyabari and Tantiabongou tenements over the past 18-24 months. The Birrimian tenements abut an extensive exploration package currently held by Barrick Gold. Burkina Faso has a solid reputation of being a stable country in West Africa, with an attractive and competitive mining code and regulations.

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Convertible Note

The Directors of EDM ("Company") intend to issue up to 20,000,000 convertible notes ("Notes") to sophisticated investors at a price of AUD$0.10 to raise AUD$2,000,000 for the purpose of providing funds for the exploration programme in Burkina Faso and additional working capital.

The principle terms of the Notes are:

1. Redemption Date 31st March 2010;
2. Convertible into ordinary fully paid shares at an issue price determined as the lesser of:
    a. 10 cents per share; or
    b. the price that is 85% of the average market price of the company's ordinary fully paid shares calculated over the last 5 days on which sales were recorded before the date of conversion and issue.
3. Subject to the Corporations Act, ASX Listing Rules and shareholder approval, if necessary, convertible, in whole or in part, by the Noteholder at any time from the date of issue and prior to the Redemption Date;
4. Shares issued upon conversion of any Note will carry standard rights applicable to quoted ordinary shares in the Company and will, from the date of issue, rank equally with fully paid ordinary shares currently on issue;
5. Interest Rate of 10% per annum;
6. The Company does not intend to list the Notes for quotation on ASX and it is not obligated to do so;
7. The Notes shall not provide any voting rights at shareholder meetings of the Company;
8. Unless converted or redeemed during the term, the Notes will be redeemed at the Redemption Date at the face value of the Notes;
9. The Notes will be unsecured and the Noteholder will rank equally with all other unsecured creditors of the Company.

EDM will also issue 6,000,000 EDM shares to Oak Mountain Limited as a facilitation and introduction fee for the transaction and for assistance in the capital raising.

Yours faithfully

Neville Basset
Company Secretary
Eldore Mining Corporation Ltd

For further information please contact

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Project Locations in Burkina Faso