BULLION MINERALS

12 November 2003

Company Announcements Office
Australian Stock Exchange Limited
10th Floor
20 Bond Street
SYDNEY NSW 2000

Dear Sir/Madam

REPUBLICAN NICKEL PROJECT OPTION AGREEMENT

Bullion Minerals Ltd ("Bullion") is pleased to report that, together with Monarch Resources Ltd ("Monarch"), it has entered into an Option Agreement with TE and CG McMahon Nominees Pty Ltd and Boddington Nominees Pty Ltd (jointly "The Grantors") in respect to the Republican Nickel Project in the highly gold and nickel prospective Kambalda-Higginsville area in the Eastern Goldfields of Western Australia.

The project lies approximately 45 km SE of Kambalda, and consists of Exploration Licence 15/661, covering an area of approximately 75 square km (see attached figure). The tenement occurs to the west of the regionally significant Boulder Lefroy Fault, and covers felsic volcanic and sedimentary rocks of the Black Flag Group, overlain by mafic and ultramafic rocks of the Kalgoorlie Group. The Kalgoorlie Group includes stratigraphy interpreted as equivalent to the Kambalda Komatiite, the host lithology of the majority of nickel sulphide deposits within the Kambalda-Widgiemooltha area.

The Black Flag and Kalgoorlie Groups are interpreted to have been brought into juxtaposition by NW-directed thrusting of the Kalgoorlie Group over the Black Flag Group, along the Republican Thrust. In an identical setting some 10 km to the north, a thrust repeat of the Kalgoorlie Group stratigraphy hosts the Lanfranchi, Edwin, Schmitz, Helmut, John and McComish komatiite-hosted nickel sulphide deposits.

Further, the ultramafic sequence within the Republican tenement is a strike continuation of the sequence that hosts the Cameron nickel sulphide deposit approximately 4 km to the SW, and the Stockwell nickel sulphide deposit approximately 8 km to the west. The ultramafic sequence within the Republican Project area has not been systematically explored using modern methods, and there is considerable potential for the project area to deliver similar high grade Kambalda-style nickel sulphide deposits. Work will commence immediately on delineating drill targets within this under-explored ultramafic stratigraphy.

Under the terms of the Option Agreement, Bullion and Monarch have jointly acquired an exclusive option from the Grantors to explore the tenement for all minerals until 30 June 2004 for the sum of $40,000. Bullion and Monarch may then elect to extend the option to 31 December 2005 by payment of a further $40,000. The option may be exercised at any time during the option period for the sum of $312,500 in cash and $312,500 in shares in Bullion and/or Monarch. The Grantors will retain a 1% gross royalty on all minerals mined and milled from the tenement.

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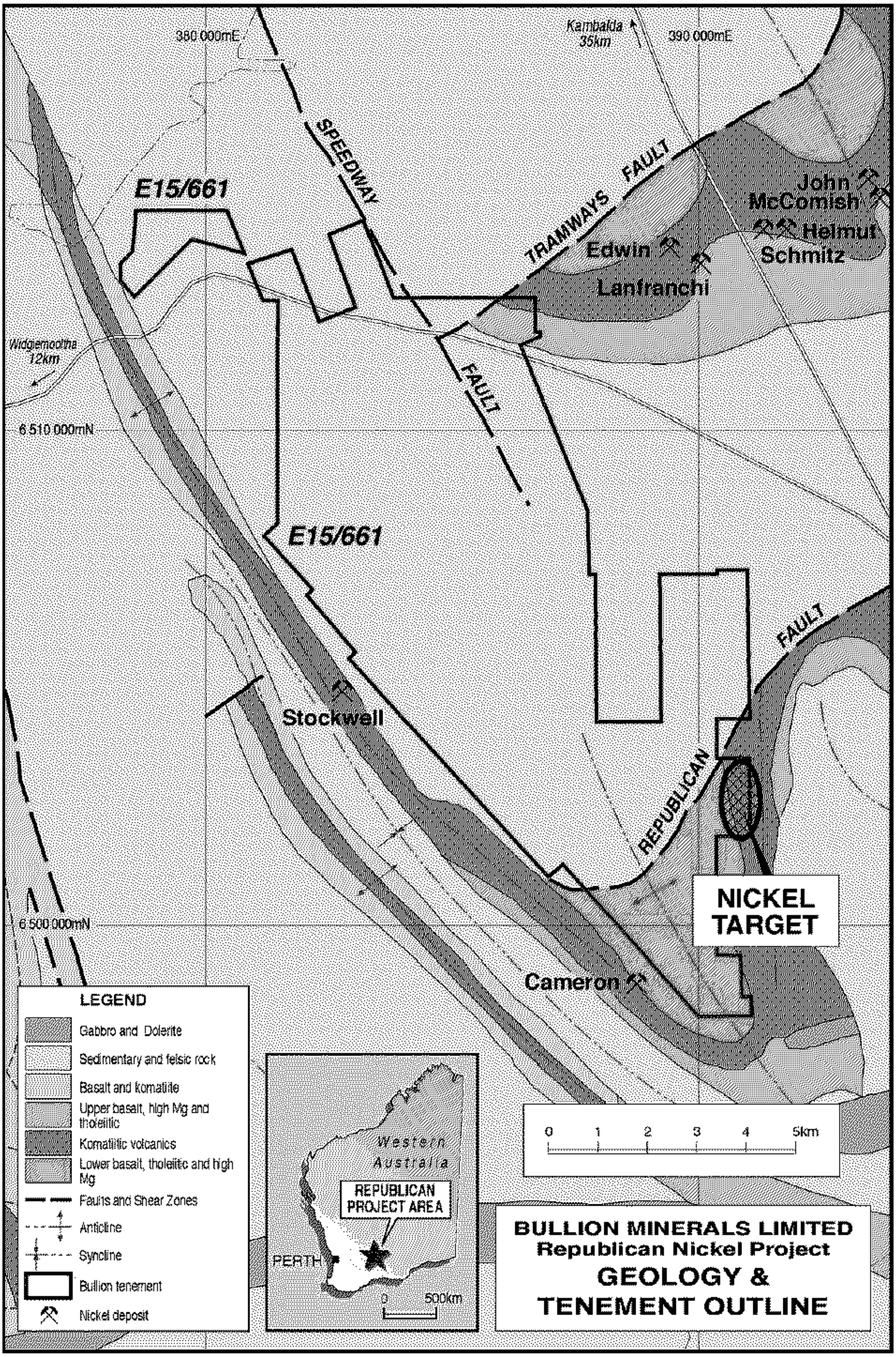
Participation in the Republican Project complements Bullion's existing substantial strategic position in the Kambalda-Higginsville region.

Yours faithfully
BULLION MINERALS LIMITED

TIM R B GOYDER
Executive Chairman

The technical aspects of this report were compiled by Dr Geoffrey Johnson who is a Member of the Australian Institute of Geoscientists. For further information please contact Tim Goyder or Geoff Johnson on 08 93223990.


380 000mE
Kambalda
35km
390 000mE
SPEEDWAY
TRAMWAYS FAULT
E15/661
John
McComish
Helmut
Schmitz
Edwin
Lanfranchi
Widgiemooltha
12km
FAULT
6 510 000mN
E15/661
FAULT
Stockwell
REPUBLICAN
NICKEL
TARGET
6 500 000mN
Cameron
LEGEND
Gabbro and Dolerite
Sedimentary and felsic rock
Basalt and komatiite
Upper basalt, high Mg and tholeiitic
Komatiitic volcanics
Lower basalt, tholeiitic and high Mg
Faults and Shear Zones
Anticline
Syncline
Bullion tenement
Nickel deposit
Western
Australia
REPUBLICAN
PROJECT AREA
PERTH
0
500km
0
1
2
3
4
5km
BULLION MINERALS LIMITED
Republican Nickel Project
GEOLOGY &
TENEMENT OUTLINE