ero
MINING

9 August 2010

Mr J Nelson
Manager, Issuers (Adelaide)
ASX Limited
91 King William Street
ADELAIDE SA 5000

Dear Sir

ERO Mining Limited ("ERO") - Appendix 5B

I refer to your letter dated 6 August 2010.

ERO responds as follows, adopting the numbering in your letter.

1. ERO will have sufficient cash to fund its activities.

   Revenue from sales at ERO's Georgetown gold operations has been negatively impacted by mechanical failures during the start up of full production.
   ERO believes these issues have been resolved and revenue from gold sales in the September 2010 quarter will be significantly higher.
   These matters were disclosed in ERO's June 2010 quarterly report.
   ERO has also achieved significant reductions in its administration costs by, among other things, the secondment of exploration personnel.

2. No. Please refer to item 1 above.

3. Please refer to item 1 above.

4. ERO confirms it is in compliance with the listing rules, and in particular, listing rule 3.1.

5. ERO's financial condition (including operating results) is adequate to warrant the continued quotation of its securities and its continued listing.
   ERO believes the composition of its balance sheet and the relative size of its assets to liabilities will be positively impacted by resolution of the mechanical failures, and reduction in administration costs, as mentioned in item 1 above.

Please let me know if you have any queries.

Yours faithfully
ERO Mining Limited

David Godfrey
Company Secretary

ASX
AUSTRALIAN SECURITIES EXCHANGE

ASX Compliance Pty Limited
ABN 26 087 780 489
91 King William Street
Adelaide SA 5000

Telephone 61 8 8113 5305
Internet http://www.asx.com.au

6 August 2010

David Godfrey
Company Secretary
ERO Mining Limited
PO Box 3126
Norwood SA 5067

By email: dgodfrey@fmes.com.au

Dear David

ERO Mining Limited (the "Company")
Appendix 5B

I refer to the Company's Quarterly Report in the form of Appendix 5B for the period ended 30 June 2010, released to ASX Limited ("ASX") on 30 July 2010 (the "Appendix 5B").

ASX notes that the Company has reported the following.

1. Receipts from product sales and related debtors of $191,000.
2. Net negative operating cash flows for the quarter of ($243,000).
3. Cash at end of quarter of $361,000.

In light of the information contained in the Appendix 5B please respond to each of the following questions.

1. It is possible to conclude on the basis of the information provided that if the Company were to continue to expend cash at the rate for the quarter indicated by the Appendix 5B, taking into account future exploration and evaluation as well as administration costs, the Company may not have sufficient cash to fund its activities. Is this the case, or are there other factors that should be taken into account in assessing the Company's position?

2. Does the Company expect that in the future it will have negative operating cash flows similar to that reported in the Appendix 5B for the quarter and, if so, what steps has it taken to ensure that it has sufficient funds in order to continue its operations at that rate?

3. What steps has the Company taken, or what steps does it propose to take, to enable it to continue to meet its business objectives?

4. Can the Company confirm that it is in compliance with the listing rules, and in particular, listing rule 3.1?

5. Please comment on the Company's compliance with listing rule 12.2, with reference to the matters discussed in the note to the rule.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in the rule.

In responding to this letter you should consult listing rule 3.1 and the guidance note titled "Continuous disclosure: listing rule 3.1".

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

This letter and your response may be released to the market. If you have any concerns about your response being released, please contact me immediately. Your response should be sent to me by e-mail at justin.nelson@asx.com.au. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, not later than 5:00 p.m. (E.S.T.) on Monday, 9 August May 2010.

If you are unable to respond by the time requested you should consider a request for a trading halt in the Company's securities.

If you have any queries, please do not hesitate to contact me on (08) 8113 5305.

Yours sincerely,

Justin Nelson
Manager, Issuers (Adelaide)