

24 April 2013

ASX: SEO

ASX ANNOUNCEMENT**Sentosa signs agreement to acquire 100% interest in exciting Mongolian Copper Gold project****Highlights:**

- Broad Copper (Cu) and Gold (Au) mineralised system with maximum rock chip samples of 5.8% Cu and 34.4 g/t Au from flagship Mushroom Reef prospect
- Numerous occurrences of outcropping mineralisation over extensive surface area on several additional prospects with consistent sample grades greater than 1% Cu and +1g/t Au
- Individual float sample from Anomaly 13 prospect containing grades of 21% Cu, 2.1g/t Au, 0.37g/t Pt and 0.37g/t Pd
- Geology has encouraging similarities to Rio Tinto's Oyu Tolgoi deposit
- Transaction represents an exciting opportunity for Sentosa to potentially discover a large scale world class mineral deposit

Sentosa Mining Ltd is pleased to announce it has signed an agreement to purchase a 100% interest in the Darvii Naruu Copper Gold Project in Gobi-Altai province, western Mongolia via the acquisition of privately owned Australian and Mongolian companies. The Darvii Naruu project is comprised of seven semi contiguous licenses (Figure 1) with a total area of 62,735.8 Hectares (Appendix 1). The project is located within the South Gobi Arc which hosts Rio Tinto's world class Oyu Tolgoi porphyry deposit, one of the world's largest Cu-Au deposits.

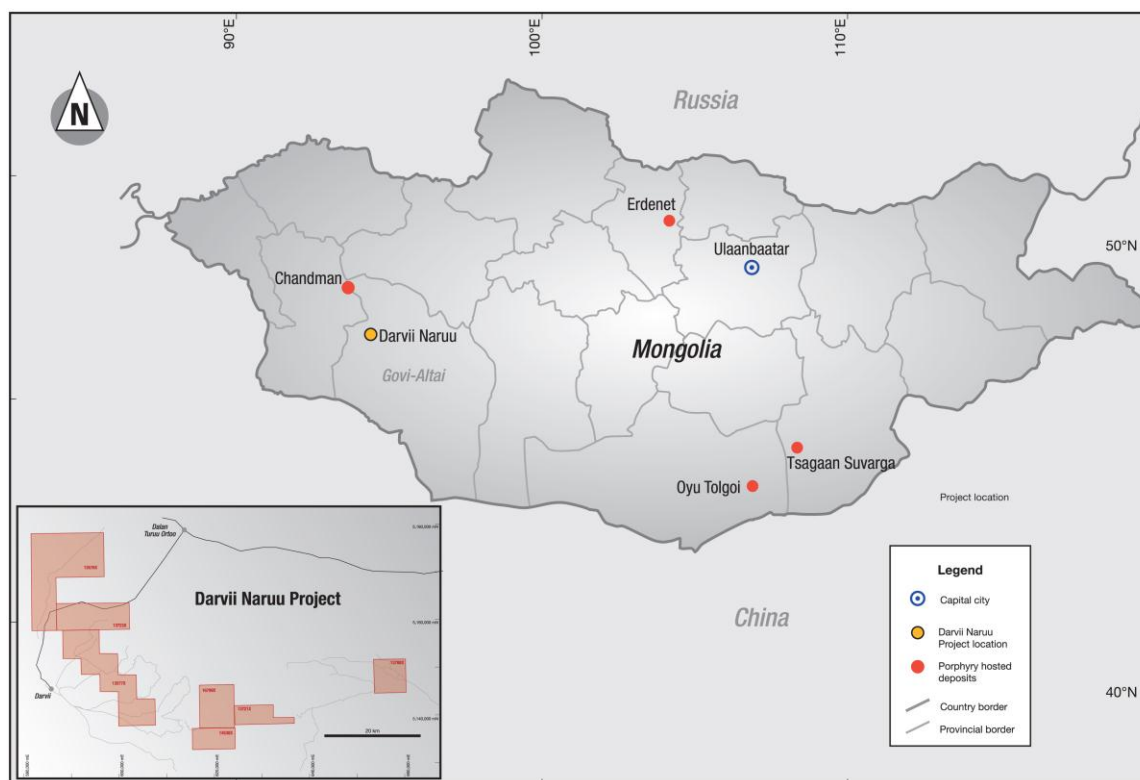


Figure 1 Darvii Naruu Cu-Au Project – Locality Map

Sentosa has executed a Heads of Agreement to acquire 100% of the Darvii Naruu Project. Under the terms of the agreement Sentosa will undertake to spend A\$150,000 on a Work Programme which will involve flying an aeromagnetic and radiometric survey. The results of the survey will be analysed and Sentosa then has the right to decide whether to proceed with the acquisition. In the event that Sentosa elects to proceed with the acquisition, Sentosa will issue 5,500,000 fully paid ordinary shares and a 0.5% Net Smelter Return Royalty as consideration for a 100% interest in all of the tenements.

Historic exploration has defined multiple prospects at Darvii, the flag ship prospect being Mushroom Reef which has characteristics comparable with the surface alteration footprint of a porphyry copper gold deposit including:

- a spatially extensive FeO iron-leach cap overlying Devonian mafic volcanics
- close proximity to later stage felsic plutonism
- polyphase structural deformation of strata

- numerous occurrences of malachite in fractures with low to high grade Au $\pm$ Cu in outcropping quartz veins
- moderate anomalism of Ag, As, Sb, Zn and Mo in soil and stream sediments
- maximum rock chip values of 5.8% Cu and 34.4 g/t Au have been collected at Mushroom Reef.

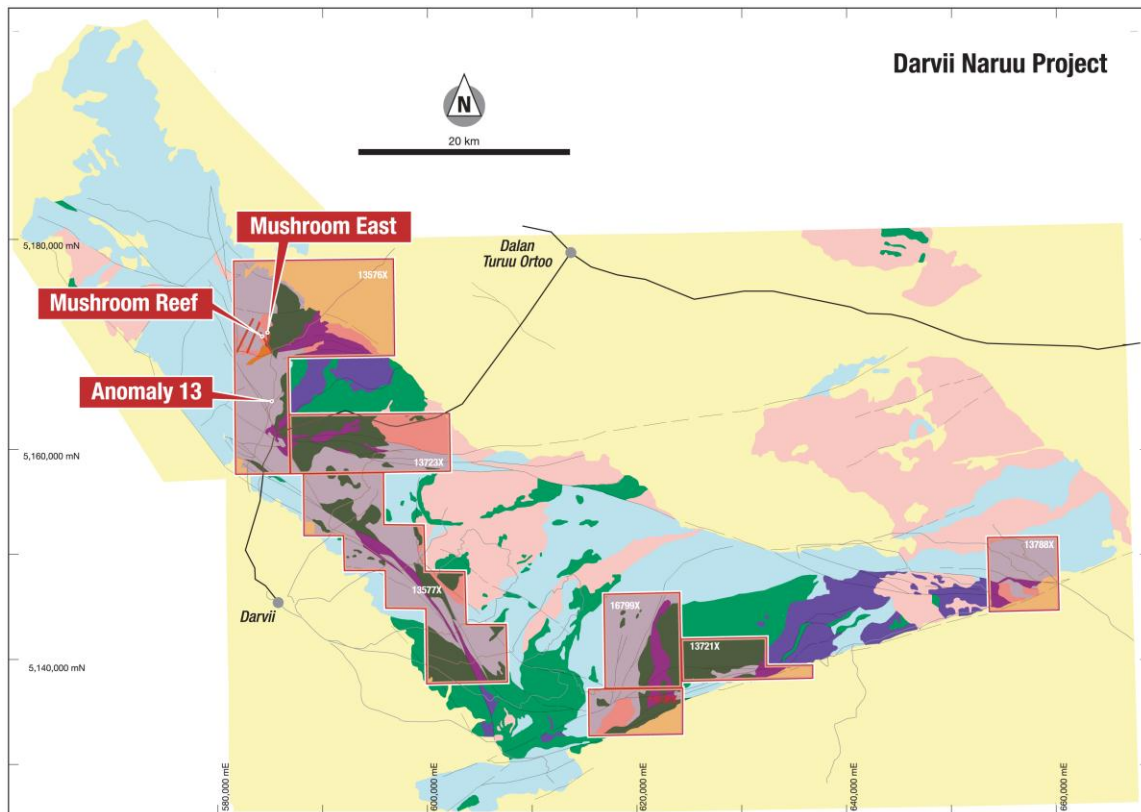


Figure 2 Geological map and tenement holding of the Darvii Naruu project

Porphyry systems within Mongolia vary in size, composition and nature. In comparison to the Mushroom Reef prospect, the major mineralised centres targeted at Oyu Tolgoi occur coincident with regional, northerly-bearing structures that have strike lengths of about 4km. The Mushroom Reef Prospect, like Oyu Tolgoi, is predominantly hosted by Devonian-aged mafic extrusive rocks. Enrichment of copper and gold in soil occur along linear corridors exceeding 3km in length. These linear features correlate with regional faults and strike NNW to NNE. Elevated Au and Cu soil concentrations usually occur together. The geochemical analysis of rock chip samples of exposed quartz veins and gossanous material replicate the anomalism observed in soil.

The copper values in the soils range up to 354 ppm and gold up to 126 ppb. The maximum gold grade in rock chip samples at the Mushroom Reef prospect is 34.4 g/t and the maximum copper concentration is 5.56%. Based on the elevated concentrations of Cu and Au in soil and the depletion of other elements, it is possible that Mushroom Reef is prospective for a partially exposed, near-core position of a Cu-Au porphyry system.

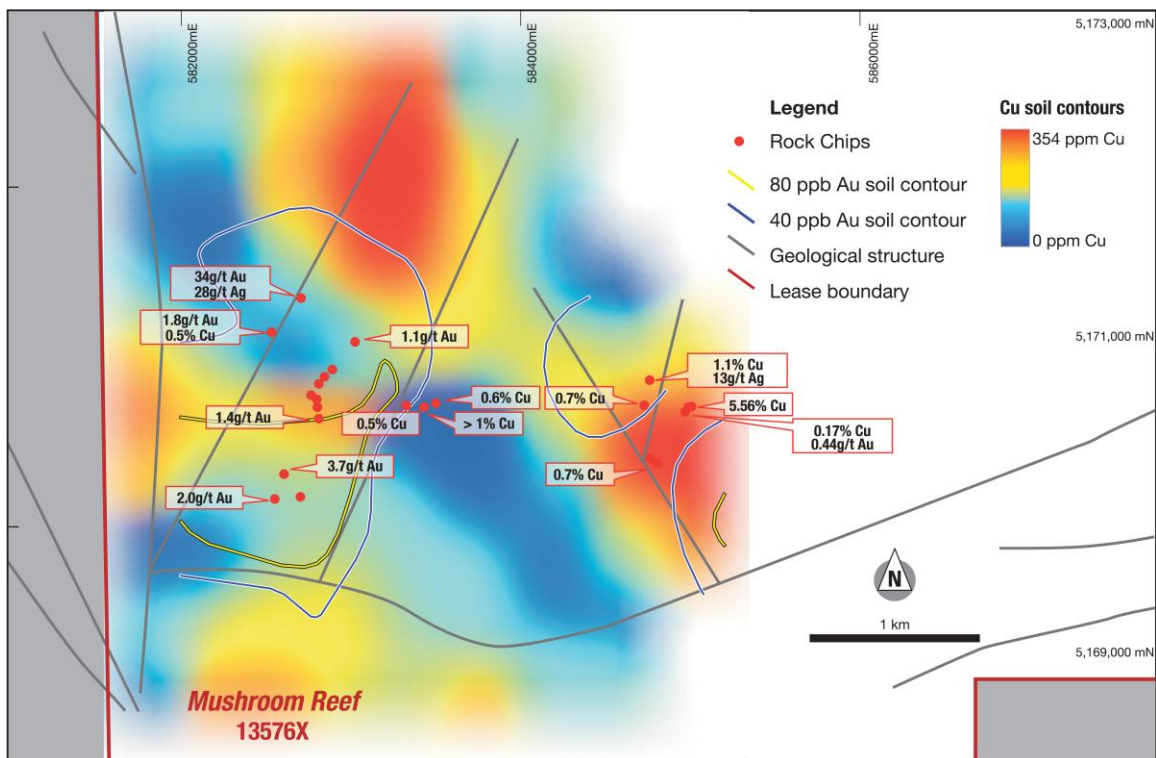


Figure 3 Cu and Au soil with rock chip geochemistry at the Mushroom Reef prospect



Figure 4 Quartz-gossan-malachite-azurite outcrop at Mushroom East with rock chip grades up to 5.56% Cu and 0.44 g/t Au

Anomaly 13 is located eight kilometres south of the Mushroom Reef prospect, where anomalous rock chips samples are associated with widespread ultrabasic rocks present as either sills or possibly flows inter-bedded in a series of shallow marine sediments. Highly encouraging rock chip samples have also been collected at this locality with maximum assay values of **21% Cu, 2.1 g/t Au, 0.37 g/t Pt, 0.37 g/t Pd and 0.63% Ni.**

Mr Nigel Gellard, Executive Chairman said “The investment into Mongolia represents a unique platform to gain access to a recognised mining jurisdiction hosting numerous world class mineral deposits. Western Mongolia is vastly underexplored by modern exploration methods and the agreement presents Sentosa with an outstanding opportunity to potentially make a discovery of a large-scale mineral deposit. With its substantial mineral endowment, and close proximity to China, Mongolia is a leading frontier for exploration and mining.”

In addition to this transaction Sentosa continues to evaluate a number of additional projects as well as advancing the underexplored Jaurdi Hills Project with the intent of assembling a portfolio of JORC compliant resource ounces.

Nigel Gellard
Executive Chairman

For further information concerning this announcement or Sentosa's exploration plans for the future please contact

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Competent Persons Statement

This news release was authorised by Mr Justin Osborne who is a Fellow of the Australian Institute of Mining and Metallurgy. Mr. Osborne has reviewed the preparation of the scientific and technical information in this release and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration to act as a competent person as defined in the 2004 edition of the "Australasian Code for reporting of Exploration results, Mineral Resources and Ore Reserves".

APPENDIX 1

	Licence	Granted	Hectares
1	13576X	21/04/2008	19832.4
2	16799	21/04/2008	6625.7
3	13577	21/04/2008	15160.1
4	13723X	21/05/2008	8513.3
5	13721X	21/05/2008	3813.1
6	13788X	9/06/2008	4772.8
7	14538X	8/12/2008	4018.4

Table 1 Darvii Naruu tenement details