De Grey Mining Ltd
A.B.N. 65 094 206 292
The Bold Explorer

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ASX/MEDIA RELEASE

FIRB APPROVAL GRANTED FOR BEYONDIE IRON JV SALE AGREEMENT

De Grey Mining Limited (ASX code: DEG) is pleased to advise that the Foreign Investment Review Board (FIRB) has confirmed the approval of Emergent Resources Limited (EMG) A$200 million joint venture with Chinese State Owned Enterprise (SOE) Beijing China Metallurgical Investment Company Limited (CMIC) for the development of the Beyondie Iron Project in the Mid West region of Western Australia. (See EMG press release of 17th May 2010).

Under the terms of the Sale and Purchase Agreement with Emergent, **De Grey is to receive $4.5 million cash** within 30 days of the Completion Date (31 May 2010), together with $2.25 million, plus interest, in future payments after commencement of commercial production at the project, for the sale of its 20% interest in Beyondie magnetite iron ore project once FIRB approvals are granted.

With FIRB approvals granted, completion of the Sale and Purchase Agreement with Emergent is now dependent only on Emergent's capital raising, which the Emergent Board are confident of achieving in the time required.

Upon completion De Grey will be very well funded to explore current projects and to target new project opportunities, with over $7 million cash.

For further information:

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