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29 November 2002

The Manager
Company Announcements Platform
Australian Stock Exchange Limited

Via Facsimile: 1300 300 021

Dear Sir/Madam

Re: Farm-In Agreement with Sur American Gold Corporation

The Directors of Eastern Corporation Limited (ECU) are pleased to announce that the Company has signed a revised Heads of Agreement with Sur American Gold Corporation (a company listed on the Toronto Venture Exchange). This agreement supercedes the agreement outlined in the Company's announcement of 4 October 2002.

Under the revised agreement, Sur American will have the right to earn a 51% interest in Sabena Limited (Sabena), a subsidiary of ECU by spending \$Can 2,000,000 in exploration on Sabena's Philippine gold and gold/copper projects over a 2.5 year period and by issuing to ECU 5 million common shares in Sur American.

The issue of the 5 million Sur American shares, to be linked to the proposed exploration programme, will be as follows:

- 1.5 million shares as soon as possible after the Commencement Date;
- 1 million shares after 6 months;
- 1.5 million shares after 12 months and
- 1 million shares after completion of the exploration programme in 2.5 years.

The Commencement Date is the date that Sur American has received all necessary regulatory approval and shareholder approval (if required).

Sur American will have the option to increase its interest in Sabena to 70% by spending a further \$Can 2 million on exploration within 5 years of the Commencement Date.

ECU will have the right to nominate two non-executive directors to the Board of Sur American which will comprise a total of five directors.

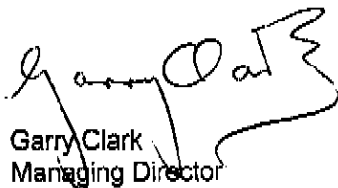
Sur American will be the project operator during the period it is sole funding the exploration of Sabena's mineral interests.

This agreement is subject to the receipt of all regulatory, board and shareholder approval and to the signing of a formal agreement between ECU and Sur American.

At T'Boli in south-east Mindanao, where earlier exploration by Sabena has outlined an Inferred Resource of 420,000 oz of gold and 1.6 million oz of silver, it is intention of Sur American to focus on establishing a 50 – 100 tonne per day pilot plant to treat ore from a development programme designed to increase the known gold and silver resource by block development (and core drilling) and to obtain the geological, metallurgical and mining data essential for a full feasibility study.

The directors are confident that this farm-in agreement with Sur American will provide the necessary exploration funding to more fully assess the potential of the T'Boli and Sabena tenements.

Yours sincerely



Garry Clark
Managing Director