CROESUS
MINING N.L.

MEDIA ANNOUNCEMENT AND STOCK EXCHANGE RELEASE

8th November 2005

CROESUS ANNOUNCES DAVYHURST SALE

Croesus Mining NL (ASX: CRS) today announced that it had reached agreement with Monarch Resources Limited (ASX: MRS) ("Monarch") to sell its 100% interest in the Davyhurst Gold Project in Western Australia to Monarch for $5 million in cash.

The agreement follows Croesus' previously announced decision to place its Davyhurst operations on care and maintenance to enable it to focus on the continued growth in gold production from its Norseman operations.

The key terms of agreement are:

- Croesus to receive a non-refundable deposit of $100,000, payable within 3 business days of accepting the offer;
- a payment of $2.45 million to Croesus upon Monarch completing satisfactory due diligence, which is to occur within 30 days of the heads of agreement signing;
- payment of the balance of $2.45 million upon the registration at the Department of Industry and Resources of Western Australia (DOIR) of the transfer of the tenements in favour of Monarch;
- Monarch to replace all existing environmental performance bonds upon the registration at DOIR of the transfers of the tenements in favour of Monarch; and
- the acquisition to be inclusive of the technical database, accommodation village, the 1.2 million tonne per annum Davyhurst gold treatment plant, workshops, offices, borefield, mobile equipment, tools and spare parts on an 'as is' basis.

Croesus Managing Director, Michael Fowler, said the sale of the Davyhurst Project represented a further step in the Company's strategy to focus on its core asset at Norseman where it has enjoyed considerable recent exploration success at the Harlequin Mine in the HV1 East Reef and Redfin Reef.

"Norseman clearly represents the core of our gold operations and offers significant exploration upside," Mr Fowler said. "The agreement with Monarch enables us to realise value from the Davyhurst asset and turn our full operational and exploration focus to growing reserves and production from Norseman, as well as continuing to assess potential new opportunities for Croesus."

Mr Fowler said Croesus expected to announce further details regarding its operational strategy and corporate development at the Company's Annual General Meeting this coming Thursday.

Nickel Australia Limited will retain the rights to any nickel produced from the Nickel Rights tenements with a royalty payable to Croesus.

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