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AIM: EMED

11 May 2007

**EMED MINING PUBLIC LIMITED
("EMED Mining" or "the Company")**

PLACING OF £4 MILLION

INCREASING GOLD EXPLORATION IN SLOVAKIA

OPPORTUNITY TO ACQUIRE COPPER MINE IN SPAIN

- Placing of 33.3 million new ordinary shares at 12.0p each to raise new funds of £4.0 million (net proceeds £3.8 million) to be applied to EMED Mining group working capital requirements. The lead broker for the Placing was Fox-Davies Capital with Lewis Charles as the joint broker;
- Placees including Oxiana Europe Limited ("Oxiana"), Gold Fields Netherland Services NL, a wholly owned subsidiary of Gold Fields Limited ("Gold Fields"), selected financial institutions and Directors;
- Oxiana maintaining its 12% shareholding in the Company via today's Placing and Gold Fields becoming a 10% shareholder;
- Expanding exploration of the recent gold discovery at Biely Vrch in Slovakia;
- Opportunity to acquire RTZ-built copper mine and processing plant, Proyecto de Rio Tinto ("PRT") in Spain. Option exercise subject to accomplishment of various milestones including EMED Mining being satisfied that its stipulated conditions precedent have been met, due diligence being completed with satisfactory results and adequate financing being secured in due course; and
- Progressing projects in Cyprus and Georgia.

Harry Anagnostaras-Adams, Managing Director of EMED Mining said: "We are delighted to have closed this fundraising of £4.0 million which demonstrates the strong support of industry players, financial institutions and Directors for the Company's exploration and development strategy. We are particularly pleased with progress at our recent gold discovery at Biely Vrch in Slovakia. We are also pleased to have the opportunity to further examine and potentially acquire the PRT copper project in Andalucia, Spain via an option. Along with our continued progress in our other countries, we look forward to a long and successful time ahead for the Company. We would like to thank our stakeholders for their ongoing support as we continue to build the Company in our mission to become a contributor to European metal production".

-Ends-

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Placing

The Directors are pleased to announce that the Company has placed 33.3 million new ordinary shares ("New Ordinary Shares") at an issue price of 12.0p to raise new funds of £4.0 million (net proceeds £3.8 million). The new funds raised will be applied to the following areas:

- EMED Mining's on-going exploration activities in Cyprus, Slovakia and Georgia;
- due diligence and care and maintenance payments relating to the PRT option described in this announcement; and
- other EMED Mining group expenditure.

The lead broker for the Placing was Fox-Davies Capital with Lewis Charles as the joint broker.

Application is being made for the New Ordinary Shares to be admitted to trading on AIM and it is expected that admission to trading on AIM will become effective on or around 16 May 2007.

EMED Mining's Shareholder Base

EMED Mining is building its shareholder base and balance sheet in line with the growth of its businesses. The shareholder base has today been expanded and the Placing includes participation by the following:

- Oxiana maintaining its current 12% shareholding;
- Gold Fields today becoming a 10% shareholder;
- Directors Ronnie Beevor and Gordon Toll (4% each), and
- Financial institutions.

Pursuant to the Placing, the following Directors of the Company have subscribed for the following numbers of new ordinary shares in the Company and will have the following interests in the enlarged share capital of the Company:

Shareholder	New Ordinary Shares being issued pursuant to the Placing	Total following the Placing	Shareholding	Percentage interest in the enlarged issued share capital of the Company
Gordon Toll	2,166,667 ¹	4,666,667 ¹		3.70%
Ronnie Beevor	1,000,000 ²	5,450,000 ²		4.32%

Pursuant to the Placing, the following other parties have subscribed for the following numbers of new ordinary shares in the Company and will have the following interests in the enlarged share capital of the Company:

Shareholder	New Ordinary Shares being issued pursuant to the Placing	Total following the Placing	Shareholding	Percentage interest in the enlarged issued share capital of the Company
Oxiana	3,500,000	14,948,000		11.86%
Gold Fields	12,737,042	12,737,042		10.10%
RAB Special Situations (Master) Fund Ltd	2,500,000	9,500,000		7.54%
Paul Curtis	1,000,000	5,850,000		4.64%

The enlarged issued share capital of the Company following the Placing will comprise 126,060,432 ordinary shares.

EMED Mining, Slovakia

Already reported exploration results led the Company to take a number of steps to expand the programs in Slovakia, including:

- Drilling to over 500 metres at Biely Vrch discovery area. Assays are pending for drill-holes DVE5, 6, 7 and 8. DVE 9 and 10 are in progress.
- Applications for new exploration licences covering a combined area of 490 km² compared with current licence area of 1,312 km².
- Alliance in respect of EMED Mining's Slovakian interests with Gold Fields, which has become a 10% shareholder in the Company. Gold Fields has made available technical support should it be required and has the right of first refusal over the Company's Slovakian interests, should EMED Mining decide to joint venture the project within the next two years. This is not the current intention of the Company.

Opportunity to acquire Proyecto de Rio Tinto Project ("PRT")

The Directors of EMED Mining are also pleased to announce that the Company has been granted an option to acquire PRT. PRT is an RTZ-built copper mine and processing plant in Spain. As described in more detail below, the exercise of the option to acquire PRT is by no means certain, is subject to the satisfactory achievement of various conditions and to financing.

The main assets of PRT are at the mine and plant site adjacent to the town of Rio Tinto 65 kilometres northwest of Seville in Andalucia, Spain, and they were placed on care and maintenance in 2000 due to then-prevailing low copper-metal prices below \$US1.00/lb. Assets include mineral rights within the main tenements which has an area of 20 square kilometres and also some exploration licences in the district aggregating to 36 square kilometres. JORC-Compliant Mineral Resources and Ore Reserves (independently verified by AMC Consultants) contain in-situ copper exceeding 1 million tonnes and 300,000 tonnes respectively.

The exercise by EMED Mining of its option over the first 51% of PRT (with further options up to 100%) and the subsequent restart of mining operations at PRT can only proceed upon the Directors being satisfied that certain specified conditions precedent have been met, due diligence being completed with satisfactory results and the Company raising the necessary funds. At this point in time, the Directors can not be certain that these requirements to allow exercise will be achieved. If the option over the first 51% of PRT is not exercised, EMED Mining will withdraw from the project and is likely to have incurred costs in the order of £2.5 million should that occur.

Subject to the above, the exercise of the option over the first 51% of PRT would be at a cost estimated to be in the order of £18 million, which would include the extinguishment by EMED Mining of the specific debts and other obligations of the vendor as well as the costs of operational restart of PRT and working capital. The exercise of further options over the remaining 49% of PRT in tranches of no less than 10% per annum during the following four years would be at a total cost in the order of £37 million, subject to aggregated payments for PRT not exceeding the overall capped exercise price of approximately £50 million plus working capital.

Should the Directors decide to exercise the options to acquire PRT, the future funding of the acquisition, restart and expansion of PRT would be expected to involve raising a mixture of financing from the following sources: customers, project financiers, PRT operating cash flow surpluses and shareholders.

In consideration for the grant of the options over PRT, EMED Mining has undertaken to assume the responsibility for delivering the various solutions required for the restart of mining operations at PRT including social, environmental, technical and financial solutions. These matters have been discussed with the Government (Junta de Andalucia) and detailed proposals are being prepared for proper consideration in due course. EMED Mining's Spanish subsidiary has assumed responsibility for funding care and maintenance of the site and for planning the restart. The aggregate cost of all EMED Mining expenditure to date, together future care and maintenance, due diligence and other costs prior to a commitment to restart is estimated to be in the order of £2.5 million. Provided that the exercise of the first 51% of the PRT option is achieved in Q4 2007 (as described above), restart of PRT's mining operations can be planned for Q2 2008.

Further information on PRT is set out in the Notes to Editors to this announcement.

EMED Mining, Cyprus and Georgia

In Cyprus the Feasibility Study continues for potential development of the Klirou Copper and Zinc Project. The Study is expected to be completed in Q3 2007 with a view to development commencing in 2008, subject to receiving requisite support from regulatory authorities, the community and landholders.

In Georgia, the exploration teams have mobilised into the field following the Spring thaw. The focus is on first-pass testing of prioritised targets and a better understanding of the Zopkhito Prospect which has Russian Resources of 1 million ounces.

EMED Mining Strategy

Today's initiatives reflect the Company's focused and determined pursuit of the following key goals:

1. establishing substantial metal production as rapidly as reasonably possible;
2. focusing only on projects with world-class potential;
3. maintaining a balanced portfolio ranging from exploration projects to production; and
4. establishing substantial assets in a range of carefully selected jurisdictions in the targeted region.

It is now two years since the Company was admitted to AIM and it has now taken further steps forward in its mission of establishing a metal production leader in a particularly well-endowed minerals region. The measures taken today strengthen EMED Mining in several very important ways.

At Biely Vrch, Slovakia it has now improved its chances of discovering a large-scale gold deposit in the Carpathian Belt, one of the world's best-endowed precious metal producing districts historically.

Whilst there can be no guarantee that EMED Mining will be able to achieve exercise of the option over Proyectos de Rio Tinto in Andalucia Spain, the Directors believe that exercise of this option would give the Company an important opportunity to establish large-scale copper production in the Iberian Peninsula, one of the world's prolific base-metal producing districts.

The Company has implemented appropriate funding arrangements by having secured the support of leading international mining companies, Oxiana and Gold Fields, along with support of specialist project financiers, Resource Capital Funds of Australia and RMB Australia Holdings Limited, in addition to existing institutional shareholders such as RAB Capital. However, it is too early to comment on the likely structure or terms of future financings.

In the meantime EMED Mining's other projects in Georgia, Cyprus and Turkey, the latter via associated company KEFI Minerals Plc, continue to move forward.

EMED Mining Management Team

The Group has expanded its senior team in line with today's initiatives. Mr Patrick Gorman, an engineer with 35 years international experience, will be responsible for the Company's feasibility studies. Mr Guillermo Gutierrez, former Minister of the Junta de Andalucia, is now Chairman of EMED Tartessus, the Company's newly formed Spanish subsidiary.

The group's Management team is based in the appropriate locations in Europe, includes a leadership team drawn largely from the Australian mining industry and is supported by in-country experts in Cyprus, Slovakia, Georgia, Turkey and now in Spain. The Board and Management includes the founders of the EMED Mining and own an aggregate 26.72% of EMED Mining's shares and options on issue on a fully-diluted basis. The Board of Directors of EMED Mining today also approved the issue to Mr Anagnostaras-Adams, the Managing Director, of 2.5 million options over unissued ordinary shares exercisable at 15p per share over the next 6 years. The options do not vest unless the Company exercises an option over the first 51% of PRT.

Competent persons for reporting of resources and reserves

References in this announcement to exploration results and potential have been approved for release by Mr Ron Cunneen, B.Sc. (Honours). Mr Cunneen is Head of Exploration for EMED Mining and has more than 20 years' relevant experience in the field of activity concerned. He is a member of The Australian Institute of Geoscientists ("AIG").

The specific information in this announcement that relates to JORC-Compliant mineral resource and ore reserves is based on information compiled by Ms Sonia Konopa (Senior Geologist), MSc (Economic & Mining Geology), BAppSc (Honours Geology) with 20 years relevant experience in the mining industry, and Mr Peter Reynolds (Principal Mining Consultant), MEP, BAppSc (Mining Engineering), BBus with 35 years relevant experience in the mining industry, who are both employees of AMC Consultants (UK) Limited .

Ms Konopa is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration to qualify as Competent Person as defined in the 2004 Edition of the JORC Code. Ms Konopa is responsible for the reporting of the mineral resource estimate.

Mr Reynolds is a Member of the Australasian Institute of Mining and Metallurgy and has sufficient experience relevant to the style of mineralisation and type of deposit under consideration to qualify as Competent Person as defined in the 2004 Edition of the JORC Code. Mr Reynolds is responsible for the reporting of the ore reserve estimate.

Ms Konopa and Messrs Cunneen and Reynolds consent to the inclusion in the announcement of the material in the form and context in which it appears in this announcement.

Notes to Editors: About EMED Mining Public Limited

EMED Mining was admitted to trading on AIM in May 2005 following a placing of its shares. The company is based in Cyprus and has a strong commitment to responsible development of metal production operations in Europe, with an initial focus on copper and gold.

The Company has moved rapidly reflecting the experience of its specialist team and the clarity of its strategy.

The Group's region of interest are the tectonic belts spanning across Europe and over to Iran. The strategy is to evaluate exploration and development opportunities in several jurisdictions throughout this quality mineral belt and to promote sustainable development practices through implementation of European Union and other leading-edge international standards. EMED Mining recently co-hosted with the Green Party of Cyprus an international conference on Responsible Mining and Environmental Management. The Company has, from the outset, strictly implemented its **Environmental & Community Policy** which includes:

- Integrating environmental management into our business, planning and reporting processes.
- Promoting a strong environmental ethic throughout the company and the community.
- Complying with, as a minimum, all applicable local and European Union laws and regulations.
- Communicating with community stakeholders in a responsible and transparent manner.

EMED Mining has now established a strong position in the following selected zones:

- **Spain/Cyprus** The mines at Rio Tinto are probably amongst the best known in the world. They are, with the possible exception of those in Cyprus, the oldest capable of still being worked. It is now EMED Mining's goal to restart production in both of these well-endowed mining districts. Both Spain and Cyprus are progressive members of the European Union and EMED Mining has been made to feel welcome in both host countries. The styles of mineral deposits and of production techniques are similar.
- **Slovakia/Romania** exploration areas are centred on a cluster of volcanic centres in Slovakia and Romania. Low-detection geochemical methods are being applied to these areas for the first time together with open pit bulk mining concepts. The targeted mineralisation styles are high-grade epithermal gold, or bulk-mineable epithermal gold and porphyry copper-gold. The company has announced a gold discovery at Biely Vrch in Slovakia which is a major priority for 2007.
- **Georgia/Central Asia** exploration areas form a cluster of gold prospects centred in Georgia. EMED Mining's main prospects are within the Upper Racha Licence, the country's largest minerals licence with many untested prospects. The Company has confirmed Russian Resources of 1.0 million ounces gold at the Zopkhito Prospect and discovered high grade mineralisation at surface at other prospects. (please see full details in Annual Report 2006 announcement from 19 February 2007).
- **Turkey/Bulgaria** exploration areas were vended into 34%-owned KEFI Minerals Plc which was admitted to AIM in December 2006. KEFI Minerals owns carefully selected licence areas in Turkey, as well as an extensive proprietary database of regional and specific exploration data providing a pipeline of further projects to evaluate. The KEFI Minerals team has mobilized into the field to explore the company's tenements and to expand the portfolio of licenses as opportunities warrant. See www.kefi-minerals.com.

For further information on the Company's activities, visit www.emed-mining.com or www.emed.tv .

Further information on PRT

Mineral Resource and Ore Reserve Statement

The PRT Mineral Resource and Ore Reserve is reported below in tables 1 and 2 in accordance with the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, Prepared by the Joint Ore Reserves Committee of the Australasian Institute of Mining and Metallurgy, Australian Institute of Geoscientists and Minerals Council of Australia December 2004 (The JORC Code).

The Mineral Resource is based on data and information supplied by the current owner of PRT, and is reported at a 0.25% cut-off grade ("COG") for the "Cerro Colorado" zone, and 0.35% COG for the "Salomón" zone.

The PRT Ore Reserve estimate is based on the 'Measured' and 'Indicated' portions of the Mineral Resource, constrained within a proposed ten year mining zone as defined by the current owner of PRT. A 20% tonnage reduction has been applied to the contained reserves. All Proven Ore Reserve has been derived from the Measured Mineral Resource and all Probable Ore Reserve has been derived from the Indicated Mineral Resource. The Ore Reserve is reported at a 0.25% COG for Cerro Colorado, and 0.35% COG for Salomón.

Mineral Resource Statement for PRT			
Cerro Colorado @ 0.25% Cu COG	Tonnes	Cu %	Cu Tonnes
Measured	44,507,395	0.54	238,914
Indicated	70,823,198	0.47	330,273
Inferred	44,143,776	0.60	263,296
Total (Cerro Colorado)	159,474,369	0.52	832,482
Salomón @ 0.35% Cu COG	Tonnes	Cu %	Cu Tonnes
Measured	30,146,257	0.75	226,205
Indicated	8,114,724	0.63	51,140
Inferred	11,354,562	0.73	83,121
Total (Salomón)	49,615,542	0.73	360,466
Total Mineral Resource @ 0.25% & 0.35% Cu COG respectively	209,089,911	0.57	1,192,948

Table 1. PRT Mineral Resource Statement

Ore Reserve Statement for PRT			
Cerro Colorado @ 0.25% Cu COG	Tonnes	Cu %	Cu Tonnes
Proven	17,501,600	0.56	98,332
Probable	14,647,033	0.54	78,949
Total (Cerro Colorado)	32,148,633	0.55	177,281
Salomón @ 0.35% Cu COG	Tonnes	Cu %	Cu Tonnes
Proven	18,315,200	0.81	148,432
Probable	2,369,038	0.67	15,929
Total (Salomón)	20,684,238	0.79	164,361
Total Ore Reserve @ 0.25% & 0.35% Cu COG respectively	52,832,871	0.65	341,642

Table 2. PRT Ore Reserve Statement

Conditions precedent required for the exercise of the option over the first 51% of PRT include:

- Regulatory approvals by the Government (Junta de Andalucia), support of the local community and approvals by the relevant statutory authorities in respect of performance bonds;
- Settlement satisfactory to EMED Mining of the PRT-vendor's liabilities, liens and contractual arrangements with a number of third parties including landholders. These various obligations arose over the past decade as a result of the ongoing care and maintenance funding and from bankruptcy of various entities and litigation amongst some parties;
- Completion of technical due diligence for planning the restart of the mine, processing plant and product marketing operations as well as planning for a fast-track approach to site rehabilitation where possible and reasonable, and concurrent with ongoing long-term production; and
- Complete all due diligence to EMED Mining's satisfaction including environmental considerations and infrastructure needs.

In addition, the option exercise is subject to the Company securing adequate financing to exercise the option and fund the working capital requirements of the re-start of PRT's mining operations. At this point in time, the Directors can not be certain that these requirements to allow exercise will be achieved.

The results to date of the Company's independently reviewed preliminary due diligence indicates that the potential restart of operations would achieve the following:

- copper production of circa 27,000 tonnes copper-in-concentrate for 10 years commencing in 2008;
- annual revenues of £51 million at copper prices of \$US1.80/lb or £71 million at \$US2.50/lb (current spot price of \$US3.70/lb);
- operating costs in the order of \$US1.32/lb, or approximately £39 million per annum at the initial production rate of 27,000 tonnes copper per annum.
- employment for approximately 300 employees and contractors along with total operating expenditure, mostly in the local region, in the order of £39 million annually;
- expansion to production of circa 40,000 tonnes copper-in-concentrate (83% of the historical site maximum) by increasing throughput over time, expected within two years; and
- improvement of the existing environmental condition of the site during operations and leading to eventual implementation of a full closure at the end of the life of mine in accordance with relevant industry standards.

-Ends-
