



Quarterly Activities Report

For the Quarter Ended 31 December 2011

Eldore Joint Venture (PDI - 60%)

RC Drilling – Laterite Hill Grid (Sirba and Madyabari Permits)

RC drilling commenced on the Laterite Hill Grid in December. The program started with infill and twin hole drilling on the Dave and Dave East Prospects. Sixteen holes were drilled, totaling 724m, with the aims of either:

- providing short dry holes to enable imaging of gold-bearing quartz veins using the SEMM Logging system that had been used to good effect on the Fouli Prospect in early 2011;

OR

- infilling between the initial 40m spaced holes in order to get a better idea of continuity between holes.

The drill rig then moved on to the Laterite Hill and Tamboana Prospects to test bedrock geochemical anomalies outlined on the Laterite Hill Grid. 12 RC holes, totaling 960m had been completed by the end of December.

All RC holes were drilled along the pre-existing grid lines towards the north-west at an inclination of -50 degrees. Down hole trajectories were surveyed using a gyroscopic instrument. Analytical standards and blanks were inserted at regular intervals for quality control, and samples were submitted for fire assay to the SGS Laboratory in Ouagadougou. Results are awaited.

Figure 8: RC drill locality plan – December drilling program, Laterite Hill Grid

Laterite Hill Grid Western Extension - Power Auger Drilling

Drilling of a 906 hole power auger grid (Figure 9) commenced in late November. It was designed to cover the western extensions of the Laterite Hill Grid where earlier sampling has already identified more than 16km of plus 50ppb Au gold anomalies. By the end of December, 727 holes had been drilled totaling 4,728m.

Auger holes were drilled on reconnaissance lines either 400m or 800m apart. Wherever possible, samples were collected at the interface between surficial materials and weathered bedrock and from the weathered bedrock itself. If the holes did not penetrate through to weathered bedrock, samples were taken at the bottom of hole. Samples were submitted for analysis by AAS at the SGS laboratory in Ouagadougou. Results are awaited.

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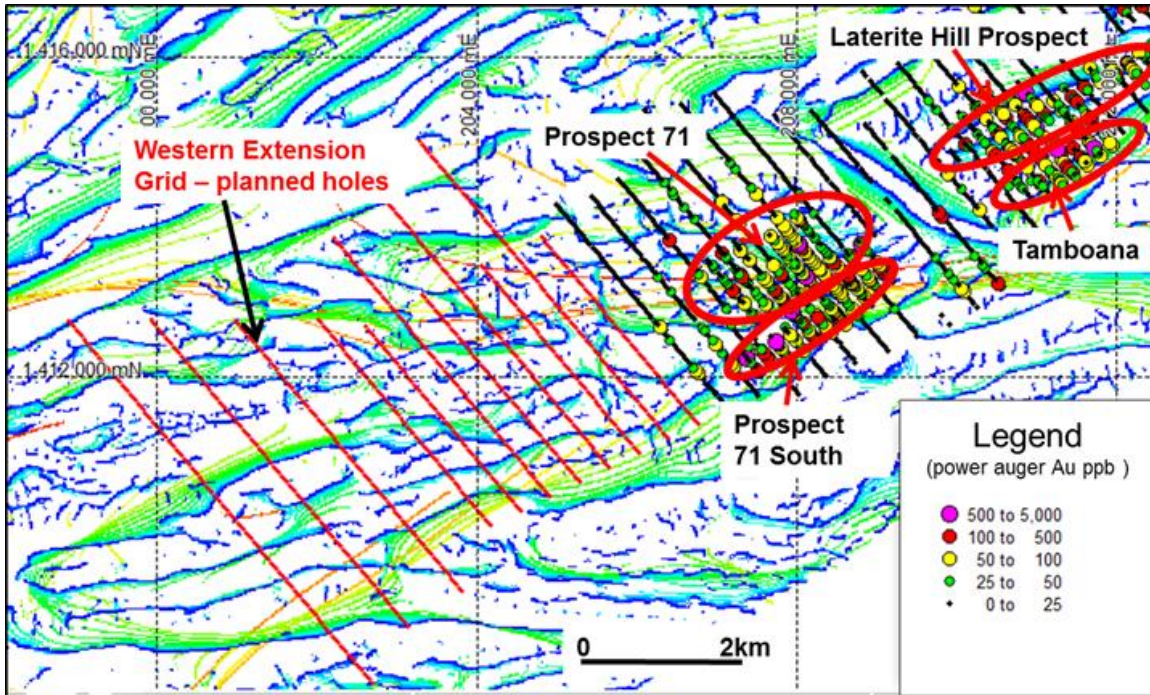


Figure 9: Planned power auger grid - western extension of the Laterite Hill Grid. Gold assay results are from power auger sampling on the western portion of the original grid. These assays were obtained from samples of the interface between superficial cover and weathered bedrock or, where drilling failed to reach weathered bedrock, regolith material taken from the bottom of the hole. The coloured lines are derived from wavelet analysis of aeromagnetic data and are interpreted to represent fault or shear zones.

Baita Copper-Gold Mine

During the quarter the Company has exercised its right not to proceed with the Baita Copper-Gold mine in Transylvania, West Romania. Following an extensive due diligence process and various renegotiations and extensions the Company has decided to pursue other more advanced production scenarios and expects further announcements will follow shortly. The vendor has sought to institute arbitration proceedings which the Company believes have no merit and will advise on any further developments.

Corporate

The Company is currently in discussions with various parties for potential operational production assets based on the African continent and will keep the market apprised as developments proceed. EIDore is also committed to strengthening the Board with further appointments, while securing the future so the company can focus on its advanced exploration project in Burkina Faso and potential production assets currently under consideration

Damon Sweeny
Company Secretary

Competent Persons Statement

The exploration results reported herein, insofar as they relate to mineralisation, are based on information compiled by Mr Paul Roberts (Fellow of the Australian Institute of Geoscientists). Mr Roberts is a full time employee of PDI and has sufficient experience relevant to the style of mineralisation and type of deposits being considered to qualify as a Competent Person as defined by the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves (the JORC Code, 2004 Edition). Mr Roberts consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

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