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Drilling to commence early January 2010 at Eyre project (WA)

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ASX Code: GMM

Quoted Securities:
39,895,000 ordinary f.p. shares

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Highlights:

- **Independent overview of the Eyre project confirms potential for iron oxide-copper-gold (IOCG) and carbonatite related mineralization**
- **Drilling contractor commissioned to commence drilling at the priority Moonera target at the Eyre project in early January 2010**

This month the Company obtained an overview of its Eyre project in the Eucla Basin of Western Australia by an independent expert who further confirmed the project potential for iron oxide-copper-gold (IOCG) and carbonatite related mineralization.

This study was focused on the Company's exploration licence E69/2369 that hosts the large Moonera magnetic anomaly (~8 km in diameter – Figure 1) situated on an inferred splay off the crustal scale Mundrabilla Fault. The overview was based on the available literature and previous exploration data including some regional geophysical surveys as well as the ground magnetic survey commissioned by the Company in February 2009.

The overview concluded that the Moonera magnetic anomaly is **clearly a high priority exploration target**. It occurs in a geological setting where mineralization of several different styles appears possible including IOCG and carbonatite related mineralization.

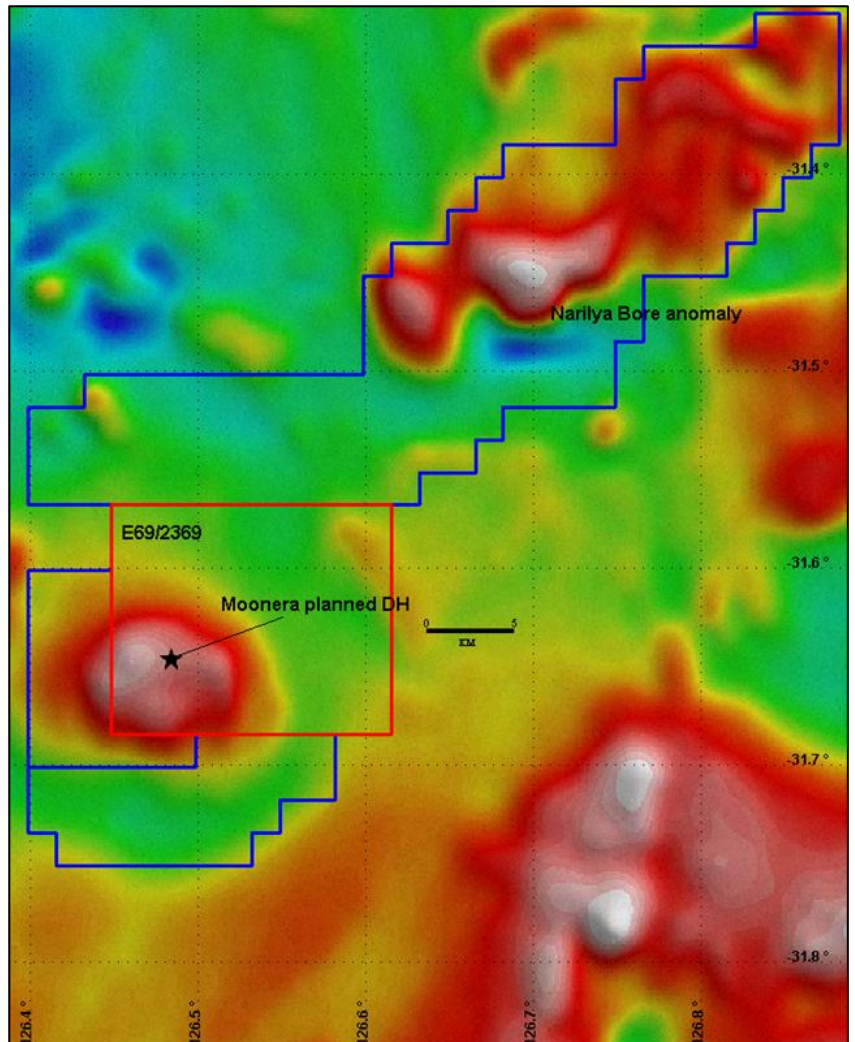
The Company commissioned a drilling contractor to commence drilling at the priority Moonera target in early January 2010. A single diamond drill hole to a depth of about 700m is planned and the results are expected approximately 4 weeks after the start of drilling.

The Company notes that given the large size of the Moonera target, the objective of this initial drilling program is to establish the origin of the geophysical anomaly.

Another prominent magnetic anomaly exists at Narilya Bore which occurs on adjacent ground covered by an exploration licence application by the Company (Figure 1). This anomaly is located along the same interpreted fault as the Moonera target and the Company will await the results of drilling at Moonera before planning further activities on Narilya Bore.

Figure 1:

GMM's exploration licence (red line) and application areas (blue line) at the Eyre Project



Michael Wright
Chairman
General Mining Corporation Ltd

About General Mining Corporation Ltd (ASX: GMM)

General Mining Corporation Ltd is a Western Australian company with a substantial portfolio of exploration properties in Mongolia and Western Australia. The Company is focused on bulk commodities, namely high-margin potash at the Uvs Basin project in Mongolia, and iron ore at the Shoemaker project in Western Australia.

The Company also has some base metal and IOCG exploration properties in those countries and is well capitalized with over \$5m of liquid funds following its IPO in December 2009.

Competent Person Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Dr Peter Pollard of Pollard Geological Services Pty Ltd, who is a Member of The Australasian Institute of Mining and Metallurgy. Dr Pollard has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr Pollard consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.