



8 April 2011

Manager, Companies Announcements Office
Australian Securities Exchange
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Notice of Waiver re Options

ERO Mining Ltd (**ERO**) will be issuing shareholders, with an Australian or New Zealand address on ERO's register, 1 bonus option for every 4 ERO shares held by them at 7pm Adelaide time on 2 May 2011. Fractional entitlements to bonus options will be rounded up to the next whole number.

The ASX Listing Rules require ERO to give notice to option holders that options do not give them an entitlement to bonus options, unless they are exercised in time for ERO shares to be allotted and issued to them before the record date (2 May 2011).

ASX has granted ERO a waiver from the Listing Rules to the extent necessary to permit ERO not to send the notices, in relation to holders of the following options.

- 26,785,714 unquoted options exercisable at 30 cents each and expiring 30 June 2011
- 228,000 unquoted options exercisable at 22 cents each and expiring 20 March 2012
- 50,000 unquoted options exercisable at 22 cents each and expiring on 19 November 2012
- 313,000 unquoted options exercisable at 16.5 cents expiring on 5 March 2013

However, if the market price of ERO's ordinary shares exceeds \$0.12 before 21 April 2011, ERO must immediately send a notification in relation to the bonus issue to holders of the options listed above.

Yours faithfully
ERO MINING LIMITED

A handwritten signature in black ink, appearing to read "D. Godfrey", written over a faint, stylized outline of a signature.

David W Godfrey
Company Secretary