

ASX:AVI

ASX ANNOUNCEMENT
28 FEBRUARY 2013



DISCOVERY ZONE PROSPECT

Australian resources company Avalon Minerals Limited ('Avalon' or 'Company') (ASX: AVI) advises that further to the ASX announcement dated 24 December 2012, the proposed purchase of the Discovery Zone prospect from Hannans Reward Limited ('Hannans') will not be proceeding as the parties were unable to reach agreement on the terms of a new arrangement.

Avalon's Managing Director, Mr Jeremy Read said, "Throughout the negotiation process with Hannans for the Discovery Zone prospect, Avalon has continued with the extensional drilling program at the A and D Zone prospects on the Viscaria Copper Project and this drill program will continue as the focus of our activities. We will be announcing further drilling results within the next week and a new Mineral Resource update for the D Zone Cu-Fe prospect by the middle of March."

For further information please visit www.avalonminerals.com.au or contact:

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