

DUE DILIGENCE PERIOD FOR DISCOVERY ZONE ACQUISITION EXTENDED

Australian resources company Avalon Minerals Limited ('Avalon' or 'Company') (ASX: AVI) announced on 16 October 2012 that it had signed a binding Heads of Agreement with Hannans Rewards Limited ('Hannans'), to purchase the Discovery Zone Prospect, which is located approximately 10km from Avalon's Viscaria Copper Project in northern Sweden.

Avalon and Hannans have agreed to extend the due diligence period to Friday, 21 December 2012.

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

Mr Jeremy Read - Managing Director
Avalon Minerals Limited
Tel: 07 3368 9888
Em:
jeremy.read@avalonminerals.com.au
www.twitter.com/avalonminerals

Mr James Harris
Professional Public Relations
Tel: 08 9388 0944
Mob: 0400 296 547
Em: james.harris@ppr.com.au