

ASX/Media Release

5 January 2010

AVALON PROSPECTUS DISPATCHED

The Directors of Avalon Minerals Ltd (ASX: **AVI**; "Avalon") are pleased to announce that the dispatch of the seven for one non-renounceable rights issue prospectus has been completed today.

Avalon Minerals Ltd ACN 123 184 412

PO Box 165 West Perth WA 6872

> Telephone: +61 8 9322 2752 Mobile: 0439 399 318

Email: david@avalonminerals.com.au Web: www.avalonminerals.com.au

ASX Code: AVI

Directors David McSweeney (Managing Director & CEO)

Tan Sri Abu Sahid Mohamed (Non-Executive Director)

Stephen Stone (Non-Executive Director)

Gary Steinepreis (Non- Executive Director)