



ASX:EAF

29 April 2013

MARCH 2013 QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

Drilling to Commence soon at Mkuju South Joint Venture

- Drilling at the Mkuju South Kores funded JV Project area targeting uranium mineralisation is due to start in early May.

ARMZ controlled Mkuju River Project Issued Uranium Mining License

- Russian company ARMZ has been issued a uranium mining license for its Mkuju River project which is located approximately 40kms from East Africa's Mkuju South Joint Venture.

Eastern Rift Project

- Exploration planned for PL7309

New Non-Executive Director

- Mr HD (David) Kennedy appointed as a Non-Executive Director

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Mkuju South Joint Venture

The Mkuju South Joint Venture (MS-JV) is between the Company and Korea Resources Corporation ("KORES"). It covers the Mkuju South project which comprises two tenements in the southern part of the Mkuju Uranium Project totalling 550 km². Under the terms of the agreement KORES has committed to a staged investment of US\$3.5 million to secure a 50% interest in the Mkuju South uranium project. The JV investment will comprise two major exploration programs at Mkuju South.

Figure 1 shows the location of the Mkuju South JV Project on an airborne radiometric image compiled from EAF data and data released on the ASX by Uranium One (Mantra) for their Mkuju River/Nyota Deposit. The main prospects are shown for the Mkuju South JV and the most prominent airborne anomalies for the EAF ground to the north.

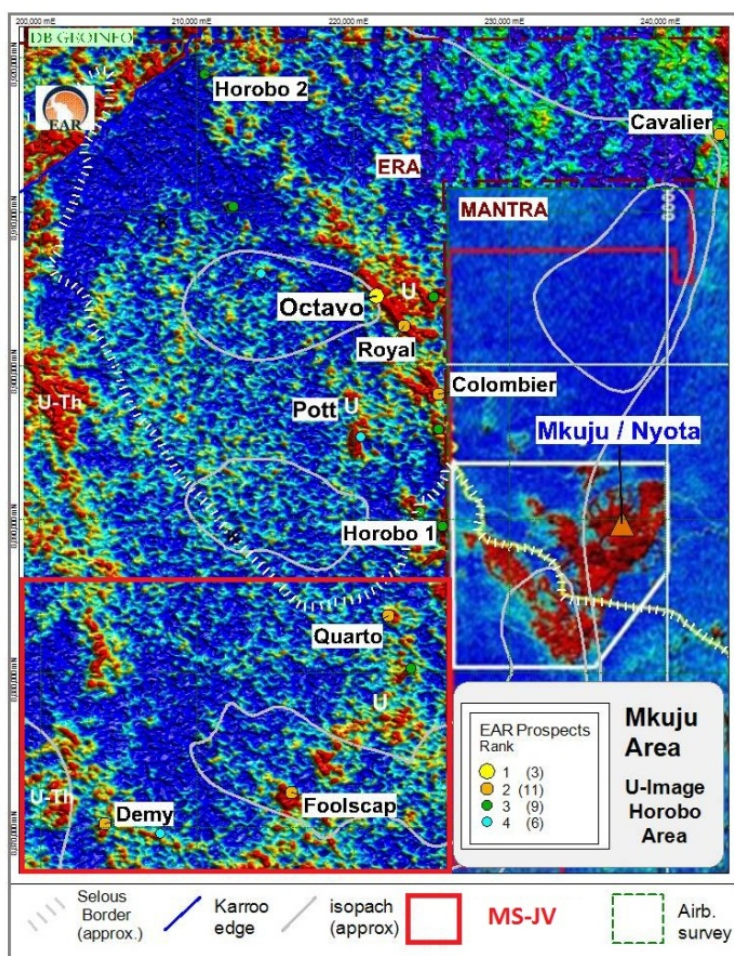


Figure 1 - Airborne Radiometric Image Mkuju Area

Mkuju South JV – Exploration Update

Fully Funded Drilling Program

The Company will shortly begin an aggressive exploration program, with a strong emphasis on the application of modern exploration technologies and targeted drilling, to evaluate the potential of its uranium exploration projects which are part of the Mkuju South Joint Venture. Approximately, 10,000m of drilling will be carried out in the first half of 2013 and the program will be fully funded through the JV with KORES.

Planning and preparations for the drilling program have been carried out and a drilling contract has been signed. The wet weather appears to be abating and providing it remains clear drilling is expected to start in early May.

Eight particular targets have been selected for follow-up work, with six recommended for drilling. The targets are summarised in Table 1.

Table 1 - Targets

Target	Size (m)	Target	Rank	Drill I	No. holes	Pattern (m)	Ave Depth (m)	Total Meter s
Quarto	320x120	mineralization	1	y	28	80x40	75	2100
Post	1000x250	geochem anomaly	2	y	22	160x80	75	1650
Foolsca p	1000x1200	geochem anomaly	2	y	25	480x160	75	1875
Demy	300x300	geochem anomaly	2	y	12	160x80	75	900
Block 4	800x150	radiometric trend	3	y	12	160x80	75	900
Kanga	3000x200	radiometric trend	4	y	10	1000x80	75	750
Reconn	28 km	stratigraphic	2	y	12		125	1500
Tembo	50x50	Leakage	3	n				
Tree	35x35	Leakage	3	n				

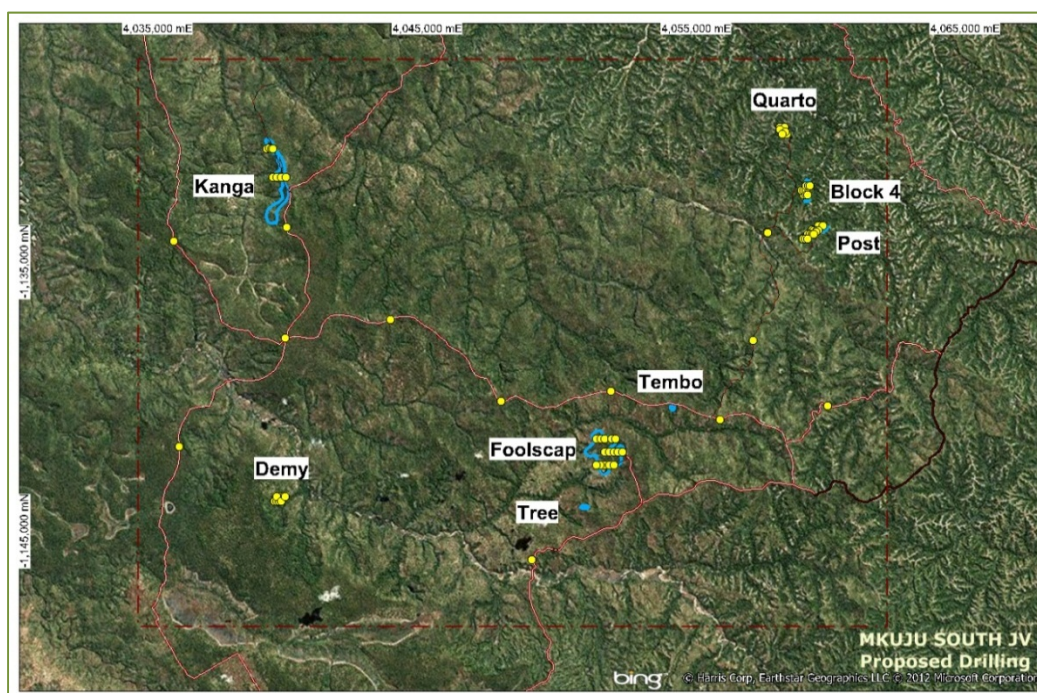


Figure 2 - Regional Drilling & Prospect Targets

Reconnaissance drilling will be carried out East –West across the tenement block to gain background geological information on stratigraphy and redox conditions (Figure 2).

Field work at the Mkuju South JV Project in southern Tanzania, which concluded in the previous quarter, confirmed the presence of sandstone-hosted secondary uranium mineralisation at the Mkuju South JV Project. Several samples of visible uranium were found and the results of rock chip and auger sampling also confirmed the presence of uranium.

No field work was possible during the quarter due to the wet season weather and heavy rain has continued through March and well into April.

All planning and contracts work for the drill program are now complete and drilling is expected to commence at the beginning of May.

“East Africa Resources is excited that drilling will soon commence at the Mkuju South Joint Venture after many delays. We are encouraged by the quality of these prospects and their potential for sandstone-hosted roll front type uranium mineralisation.” said Chief Executive Officer, Katina Law.

Mkuju Uranium Project

The Mkuju Uranium Project consists of 19 tenements (granted or active, offered and applications) covering 4,340 square kilometres in Southern Tanzania (refer Figure 3).

The company is targeting sedimentary type uranium deposits that usually form as tabular and roll-front bodies hosted by coarse sandstones. The nearby Uranium One owned (formerly Mantra Resources Limited) Mjuku River deposit (32,750 t @ 439ppm U_3O_8) and the Paladin Energy Limited Kayelekera Mine (14,728 t @ 810ppm U_3O_8) in Malawi are examples of sandstone hosted tabular deposits within Karoo Sandstone basins.

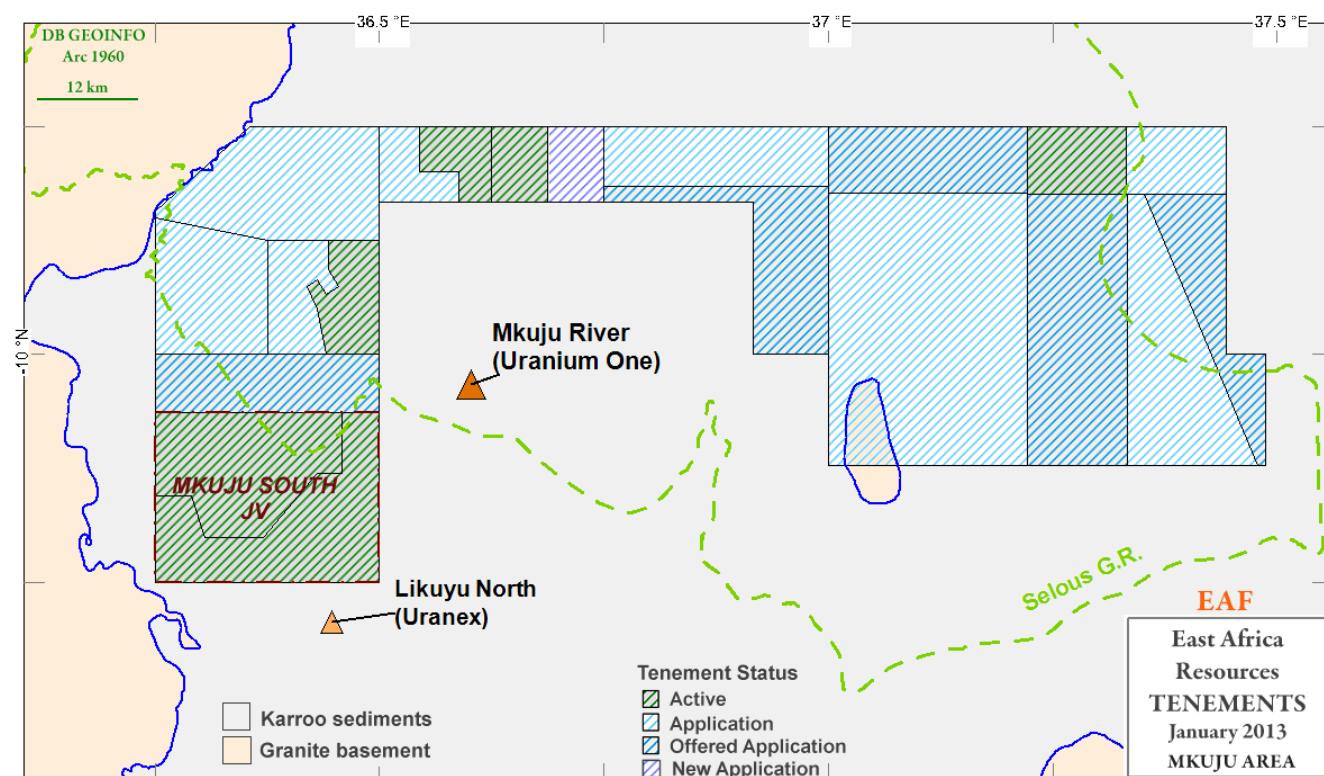


Figure 3 - Tenements Mkuju Uranium Projects

Exploration Update - Eastern Rift Uranium Project

The Eastern Rift Project consists of 38 tenements covering approximately 5,300 km² around Lake Manyara in the north of Tanzania (refer Figure 4). The target geology is the Manyara Basin, where playa lake sediments have filled a large rift structure. The exploration concept is based on a modified playa-lake calcrete model

where uranium is accumulated along porous weakly cemented sand seams that are inter-bedded through the clay lake sediments. Drilling of surface anomalies in 2011/12 showed evidence of widespread low grade uranium enrichment that suggests the target model is valid. Figure 4 illustrates the tenement holdings and the location of the main targets and prospects.

There was no activity on the Eastern Rift Project during the quarter however the company is planning to carry out an exploration program of geological mapping and soil sampling targeting on its granted PL7309/2012 tenement (see Figure 4.)

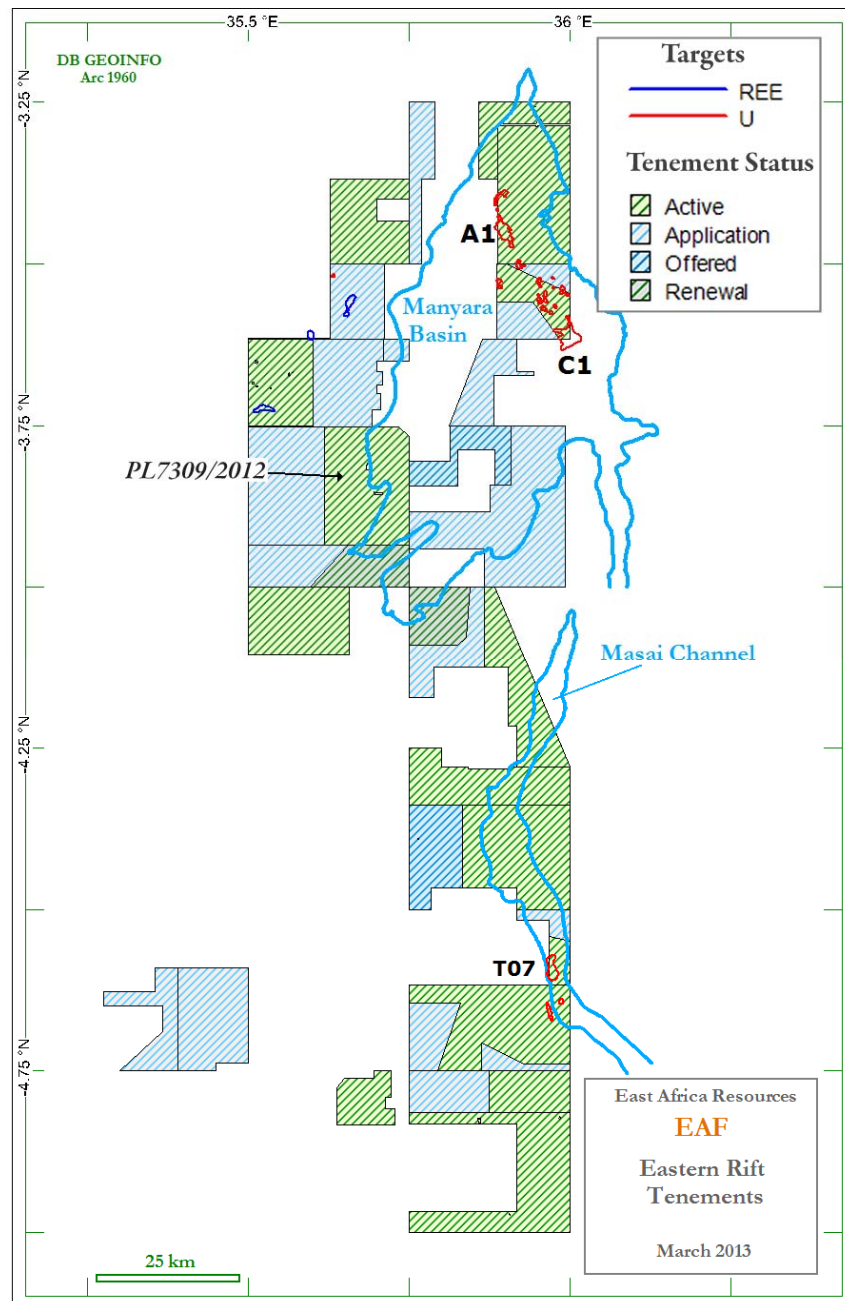


Figure 4 - Eastern Rift Project – Tenements and Uranium Targets

Madaba Uranium Project

The Madaba Project is situated in the south of Tanzania to the North of the Mkuju project. It was the subject of exploration undertaken in the 1970-80's which located uranium mineralisation through groundwork and drilling.

The Company has recently purchased airborne survey data covering the Madaba Project and the surrounding areas. This data is currently being analysed by our consultant geologist and the Company expects to be able to provide shareholders with an update soon. The Company is actively pursuing all options to gain access to explore in the Selous Game Reserve.

Hemedi Uranium Project

The Hemedi Project is located approximately 65 kilometres south of the Madaba Project. The tenements are largely outside of the Selous Game Reserve and are available for exploration. The airborne survey data for this area has recently been purchase and is currently being analysed.

The Company continues to work on Joint Venture options for this project.

ARMZ controlled Mkuju River Project Issued Uranium Mining Licence

Russian uranium company JSC Atomredmetzoloto (ARMZ) has announced that its Mkuju River project has been granted a uranium mining licence by the Ministry of Energy and Minerals in Tanzania. The mine, located at Mkuju River, is approximately 40 kilometres from the Company's Mkuju South Joint Venture. The location was previously part of the Selous Game Reserve before it was excised by the World Heritage Commission in 2011¹

The Mkuju River deposit contains approximately 32,750 tonnes of uranium at a grade of 439ppm U₃O₈. Construction on the plant is expected to begin shortly.²

"The granting of this uranium mining licence is a significant step forward for the industry in Tanzania. The development of a uranium mine at Mkuju River will provide enormous benefits to Tanzania and local areas. It also paves the way for the development of other uranium deposits in the area." said Chief Executive Officer, Katina Law.

Appointment of Non-Executive Director

Mr HD (David) Kennedy was appointed as a Non-Executive Director of the Company in March 2013. Mr Kennedy is a geologist who has had a long and successful association with resource companies and as a technical director has been instrumental in the formation and/or development of a number of listed companies including Mineral Resources (NZ) Ltd and Otter Exploration NL. During his term as executive director, these companies were involved in discovery of the Tubridgi gas field, South Pepper, North Herald and Chervil oil fields in Western Australia and the Kupe South and Rua oil/gas condensate fields in New Zealand. He has been involved in the discovery of the Obotan gold mine in Ghana as well as projects in Tanzania and Eritrea. He was formerly a director of Alkane Mining that operated the Peak Hill Gold project in New South Wales. Mr Kennedy is also a non-executive director of Norwest Energy NL and Pancontinental Oil & Gas NL.

¹ <http://www.rosatom.ru/en/presscentre/highlights/20afee804f38bdbb8fc6ffe78e7a3442>

² <http://www.theeastfrican.co.ke/business/Russian-firm-to-mine-for-uranium/-/2560/1628042/-/view/printVersion/-/x9ov7r/-/index.html>

EAST AFRICA RESOURCES LIMITED

Katina M Law

Executive Director/Chief Executive Officer

About East Africa Resources Ltd

East Africa Resources Limited (ASX:EAF) has five projects within Tanzania (refer Figure 5). These are the Eastern Rift project in the north and the Madaba, Hemedi, Mkuju and Mkuju South JV in the south of Tanzania.



Figure 5 - Project Location Map

Enquiries

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Competent Person

The information in this release, insofar as it relates to exploration results, is compiled under the supervision of Dr Joe Drake-Brockman. Dr Drake-Brockman is employed by Drake-Brockman Geoinfo Pty Limited. Dr Drake Brockman has sufficient experience which is relevant to the style of mineralisation and the 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 the Reporting of Exploration Results, Mineral Resources and Ore Reserves". His educational qualifications include; an Associateship in Applied Geology from WAIT (now Curtin University), a Diploma and PhD in Geology from University of Cologne (Germany) and a Graduate Diploma in Computer Studies (Murdoch University). He joined the AusIMM in 1972 as a student and has been a full Member since 2004 and a Fellow since 2013. He has worked in uranium exploration for 26 years. Dr Drake- Brockman consents to the inclusion in the reports of the matters based on his assessment of the available information in the form and context in which it appears.