



ASX:EAF

31 July 2013

JUNE 2013 QUARTERLY ACTIVITIES REPORT

HIGHLIGHTS

Mkuju South Joint Venture

- Drilling at the Mkuju South JV Project area targeting sandstone-hosted roll front type uranium mineralisation commenced in June 2013.
- To date 3341m have been drilled with results pending.
- Drilling has been temporarily suspended.

Eastern Rift Project

- Exploration carried out at PL7309

Mkuju South JV – Drilling Update

Drilling commenced at the Mkuju South JV project in June. To date 38 holes and 3441 metres of air core and rotary mud drilling have been completed. The targets tested to date include Foolscap and Demi. These holes have been logged using a down-hole gamma probe and the data is currently awaiting review and analysis by the Competent Person.

The drill program has been temporarily suspended as the Company awaits permission to access the Quarto and Post anomalies. The Company is confident that permission will be obtained and expects to resume drilling in the next two to four weeks.

A total of 10,000m of drilling is planned and the program is fully funded through the JV with KORES.



Figure 1: Drill Rig



Figure 2: Drill Rig and Support Vehicle



Figure 3: EAF Geologist operating down hole logging equipment

Exploration Update - Eastern Rift Uranium Project

The Eastern Rift Project consists of 37 tenements covering approximately 5,000 km² around Lake Manyara in the north of Tanzania (refer Figure 6). 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 6 illustrates the tenement holdings and the location of the main targets and prospects.

A small exploration program of geological mapping and soil sampling was carried out on PL7309/2012 tenement and the results will be released in due course.

Tanzanian Interests

East Africa Resources Limited (ASX:EAF) has five projects within Tanzania (refer Figure 4). These are the Eastern Rift project in the north and the Madaba, Hemedi, Mkuju and Mkuju South JV in the south of Tanzania.

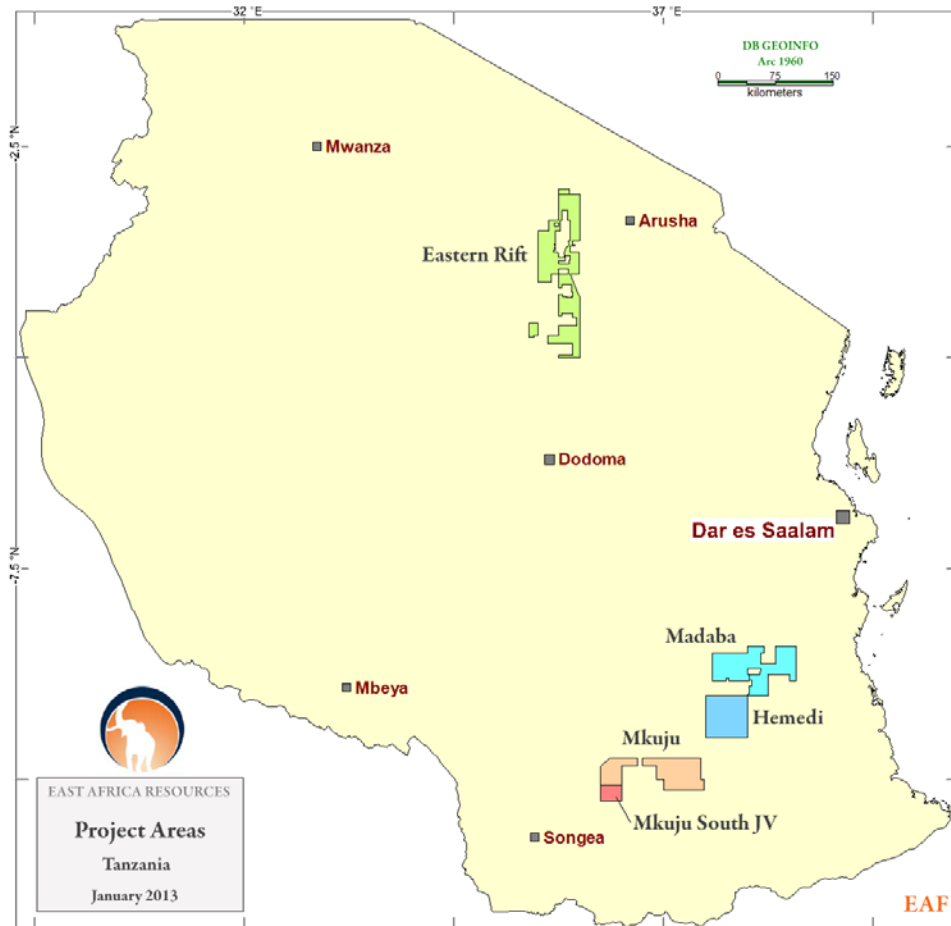


Figure 4 - Project Location Map

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 5).

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.

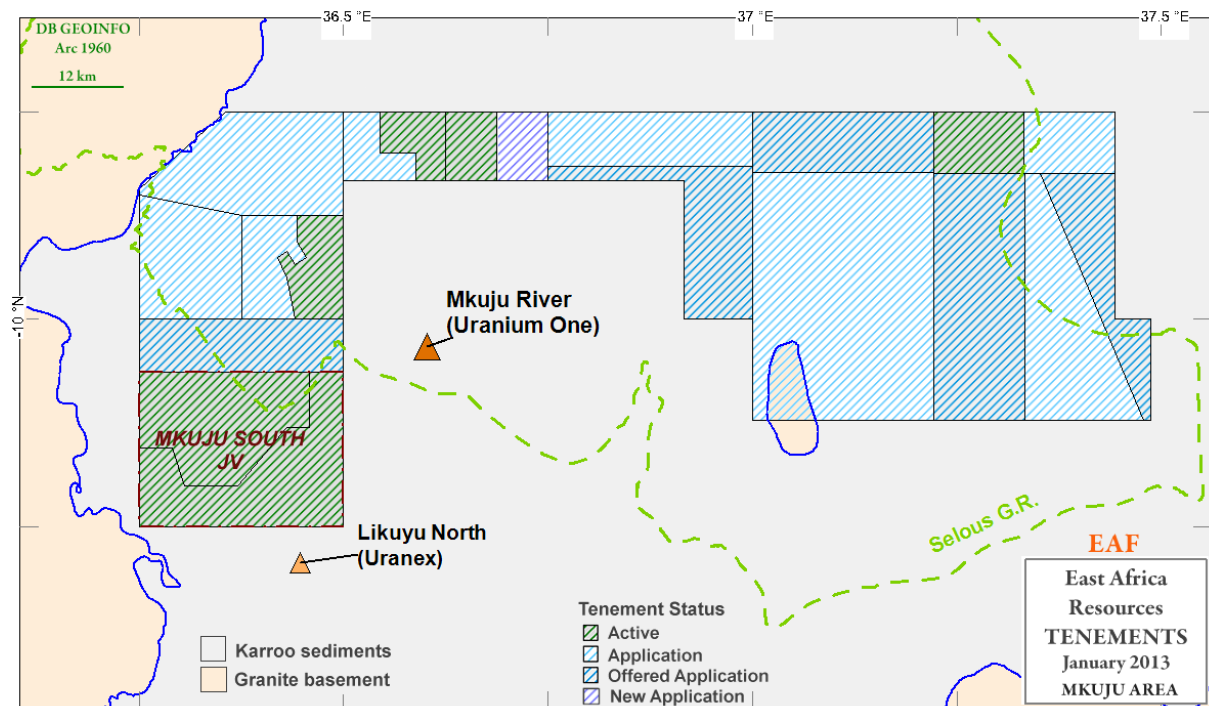


Figure 5 - Tenements Mkuju Uranium Projects

Mkuju South Joint Venture

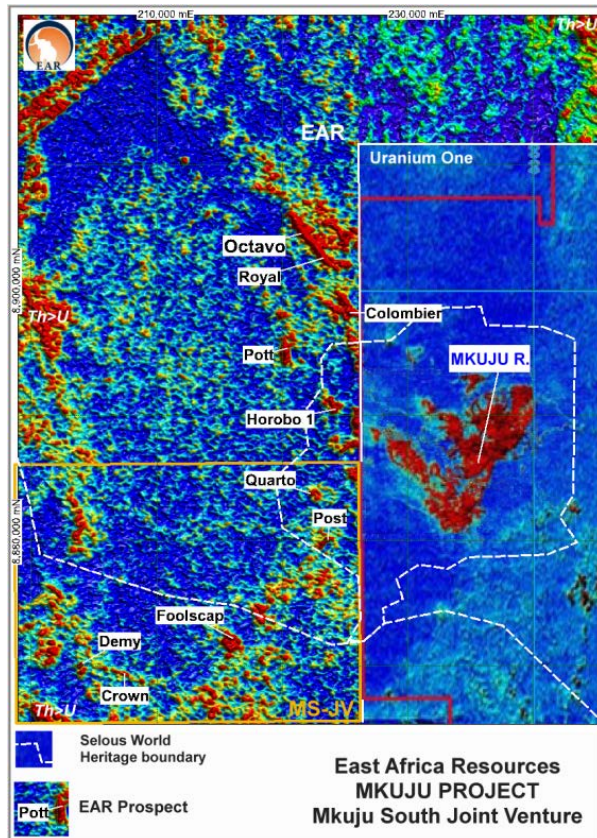


Figure 6 - Airborne Radiometric Image Mkuju Area

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 6 adjacent 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 Deposit. The main prospects are shown for the Mkuju South JV and the most prominent airborne anomalies for the EAF ground to the north.

Madaba Uranium Project

The Madaba Project is situated in the south of Tanzania to the North of the Mkuju project (refer Figure 4). 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. Data analysis by our consultant geologist is ongoing while the Company actively pursues 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 (refer Figure 4). 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 purchased and is currently being analysed.

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

Corporate

EAF raised \$611,184 during the quarter through a rights issue and placement of the shortfall and expects to place the remainder of the shortfall very soon. The Company is very pleased with the support it received from existing shareholders and also new investors.

EAST AFRICA RESOURCES LIMITED

Katina M Law

Executive Director/Chief Executive Officer

Enquiries

The Company:

Katina Law

Executive Director/Chief Executive Officer

+61 8 9227 3270

Ernie Myers or Eva Witheridge

Company Secretary

+61 8 9227 3270

Email: info@eastafricareources.com.au

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.