



newera
RESOURCES LIMITED

DIRECTORS

Mr Martin Blakeman
Executive Chairman

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2 February 2011

UPDATE – POSIT RESOURCES AUSTRALIA PTY LTD TRANSACTION

Newera Resources Limited (ASX: NRU) provides the following update on the progress of the due diligence in relation to the option agreement with Posit Resources Australia Pty Ltd ("Posit") to procure the acquisition, (subject to, amongst other things, due diligence and exercise of the option), of 100% of the issued capital of Posit.

Following the completion of the 45 day due diligence period, it has been determined that tenure relating to a number of projects indicated in the previous announcement remains uncertain and that Posit's previously stated position that it was the owner of the Kyrgyzstan company Posit Resources LLC, the holder of the assets, whilst legal enforceable in Australia may not be so in Kyrgyzstan and therefore has proved not to be correct.

Posit has advised Newera that following discovery of the legal position regarding Posit Resources LLC, it has been working to rectify the matter, however there appears to be no certainty that the position can be rectified and as such advises that the Saltyn Sari (three project areas) and Makmal tailing projects cannot at this point be considered assets of Posit. Of the original eight deposits listed as Posit assets, discussions regarding the remaining four projects remain on foot.

In addition, Posit advises Newera that over the past week it has actively been pursuing new opportunities in Kyrgyzstan, outside of the original project list and that negotiations relating to new opportunities are continuing.

Posit directors Graham Rowley and Stephen Blackman remain committed to working with the existing Board of Newera to secure and add to the exciting suite of assets in Posit and joining the Board of Newera on completion of the transaction.

Posit has indicated to Newera that it believes that formal agreements with regard to these new opportunities can be finalised and that those assets will significantly add to the value of its asset base. In addition, Posit advises it is continuing to take action in an attempt to regain tenure to the Saltyn Sari and Makmal tailing projects.

As part of Newera's due diligence, in the past week, Mr Martin Blakeman visited Bishkek on Newera's behalf to gain a greater understanding of the Kyrgyzstan operating environment and review the proposed Posit projects.

It should be noted that whilst Posit has indicated that it is confident of formalising agreements covering one or more of the new projects, Newera has not to date conducted a full and formal due diligence on any of the proposed new projects.

Newera has formed a view that the assets retained from the original Posit list and the proposed new projects, have sufficient merit for Newera to agree to a proposal from Posit to extend the due diligence period for a further 60 days to allow Posit sufficient time to finalise formal agreements covering the existing and proposed new projects. Notwithstanding the 60 day due diligence period the Company will provide an update as soon as any formal agreements are signed.

It is Newera's intention to re-visit the term sheet of the right to option and then acquire Posit Resources Australia Pty Ltd and re-negotiate the terms which will be subject to Posit identifying a significant project/s and entering into formal legal agreements to acquire those project/s.

Further Information
Martin Blakeman
Executive Chairman