

Summary

Negotiations are continuing with potential Joint Venture partners and investors for the development of the Merceditas Project in Chile. A short list of six interested parties has been developed and discussions with these parties are progressing with an outcome to these discussions expected in the next 4 weeks.

Genesis continues to review numerous opportunities in Latin America and has progressed negotiations to acquire a high grade copper-gold project in Chile which can potentially be moved rapidly towards production.

Merceditas Project Background, Chile


The Merceditas Project is located in northern Chile's Iron-Oxide-Copper-Gold ("IOCG") belt which is one of the most prospective IOCG provinces in the world. It is located approximately 1,000km north of Santiago, the capital of Chile, in the Atacama Desert and is easily accessible by road in an area that is serviced by very good infrastructure.

To date Genesis has completed 67 RC drill holes at the Merceditas Project, in two phases, for 5,320 metres. This drilling comprised mostly wide spaced drilling at the Principal Zone SE and the Pupy Zone at the Paula Prospect and limited drilling at the Lucy Prospect. The mineralised zones defined to date remain open along strike and at depth. Only limited drilling has been completed to date below 80m depth.

An Inferred Resource has been estimated for the Paula and Lucy Prospects comprising **6.4Mt @ 0.65% copper for 41,300 tonnes of contained copper** (0.5% Cu cut off). In addition the Lucy Prospect contains 3.9Mt @ 0.16g/t gold for 19,700 ounces of gold. Both resources remain open in a number of areas and considerable potential exists to substantially increase the resource through further exploration.

Corporate

The AGM for Genesis was held on Wednesday 25th November 2009. All resolutions were passed.



Michael Fowler
Managing Director

Further Information

Contact - Michael Fowler
+61 8 9322 6178 or mfowler@genesisminerals.com.au

Genesis Minerals Limited

ABN: 72 124 772 041

Level 3, 10 Outram St
West Perth, WA, Australia, 6005

PO BOX 437, West Perth
WA, Australia, 6872

T: +618 9322 6178

F: +618 9481 2335

info@genesisminerals.com.au
www.genesisminerals.com.au

Registered Office

23 Altona St
West Perth WA 6005

Issued Capital

30.41 million shares
9.75 million options

ASX Code: GMD

Board Members

Michael Haynes
Chairman

Michael Fowler
Managing Director/CEO

Graeme Smith
Non Executive Director
Company Secretary

Chile Office

Alcántara 200, 6th Floor
Las Condes
Santiago, Chile

The information in this announcement was compiled by Michael Fowler, Genesis Minerals Limited Managing Director, who is a Member of The Australasian Institute of Mining and Metallurgy. Michael Fowler has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 JORC Code. Michael Fowler consents to the inclusion in the announcement of the matters based on his information in the form and context in which it appears.