

**East Coast Minerals NL (ASX: ECM)
Announcement to the ASX
Impairment of Assets
29 August 2008**



ABN 82 000 738 885

The Directors of East Coast Minerals NL ("ECM") wish to advise that they have sought an independent valuation of the mining leases at Elizabeth Hill held by joint venture between Legend Mining Limited and the Company.

The independent valuation has determined that the current value of those leases is \$780,000. However, this does not rule out that the exploration activity planned by the Company in the coming year may prove that something of greater value exists in these tenements.

In this respect, shareholders attention is drawn to the announcement made by the Company on 7 August 2008 about the new EM anomalies discovered on the northern portion of mining tenement M47/342 at Elizabeth Hill. It should however be appreciated that full exploration of these anomalies is contingent upon raising further capital in the Company.

In view of the independent valuation, Directors have taken the view that the carrying value of \$1,734,850 for the tenements should be impaired. Consequently the carrying value of the tenements has been reduced to 69.88% of the independent valuation of \$780,000, namely \$545,064.

Directors advise that after this adjustment, the net assets of the Company as at the 30 June 2008 preliminary and unaudited Balance Sheet will stand at \$2,362,758.

**Richard Sealy
Managing Director**

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