



DIORO EXPLORATION NL

ABN 31 009 271 532

22 September 2005

AUSTRALIAN STOCK EXCHANGE LIMITED

Dear Sir / Madam,

CORPORATE UPDATE

Dioro Exploration NL ("Dioro") has been invited to participate in the second phase of the potential sale of the Areva Group's Australian gold business. Mines & Resources Australia Pty Ltd ("MRA"), Dioro's joint venture partner in the Mungari East Gold Project, is a subsidiary of Areva and is the entity which owns its Australian gold business. The second phase of the process will involve completion of due diligence and submission of a final offer for the Australian gold business.

Dioro is in the process of completing a detailed underground feasibility study of the Frog's Leg deposit and a Mungari East Project exploration review. If Dioro is successful in acquiring Areva's Australian gold business, the company will embark on a significant drilling program to test the under-drilled resource potential of the Frog's Leg deposit prior to finalising a bankable feasibility study.

The Board of Dioro believes this is an exciting opportunity for the company, if successful, giving it the opportunity to become the 100% owner of an excellent gold project, with significant potential to growth the resource and reserve base.

To provide shareholders sufficient time to consider this information the directors have agreed to extend the closing date of the share purchase plan until the close of business on **7th October 2005**.

Yours faithfully

DIORO EXPLORATION NL

RHOD GRIVAS
Managing Director