

DJ Lotus Resources Plc Disposal

TIDMLOTP

29h October 2010

LOTUS RESOURCES PLC
("Lotus" or the "Company")

Disposal

Further to the Company's announcement on 30 September 2010, the Directors of Lotus are pleased to announce that it has reached agreement for the sale of its Mongolian mining subsidiary, Lotus Minerals Mongolia Limited ('LMM'), to a company controlled by Mr James Rodriguez de Castro.

The consideration from the sale of this business is expected to be approximately GBP200,000 in cash, after certain deductions for, inter-alia, the settlement of outstanding creditors of LMM and payments relating to unpaid licence fees.

LMM has had no revenues during the last year.

This disposal forms a major part of the fundamental Strategic Review of Lotus Resources, announced by the Company on 14 September 2010, and leaves Lotus with net cash of approximately GBP200,000 and debt-free.

It is the intention of the Board to make further announcements relating to the future strategy of Lotus in the near future.

The Directors of the issuer accept responsibility for this announcement.

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(END) Dow Jones Newswires

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