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ASX Release

PENNY'S FIND RESOURCE UPDATE

Empire Resources Ltd (ASX Code: **ERL**) is pleased to announce an update of the resource estimates for the Penny's Find mineralization, utilising all drill hole information available up to the end of June 2007.

The mineral resource by category has increased to 314,000 tonnes averaging 5.12 g/t gold. This is an increase in tonnes and grade from the 212,600 tonnes averaging 4.07 g/t gold reported in the June Quarterly Report to the Australian Stock Exchange.

The up dated mineral resource above 0.5 g/t gold is summarised in the following Table.

Penny's Find - Classified mineral resources – August 2007

Category	Tonnes	Grade*	Ounces
Measured	79,000	4.40	11,120
Indicated	132,000	3.98	16,880
Inferred	103,000	7.06	24,313
TOTAL	314,000	5.12	52,313

**grades are based on a minimum cut-off of 0.5g/tAu and high assays cut to 25g/tAu*

Resource modelling consultants Datageo were engaged to calculate a new JORC compliant in situ resource estimate, utilising all drill hole information available on mining lease M27/156 up to the end of June 2007. This included those intersections reported in the June Quarterly Report but not included in the previous resource estimate.

The resource grade was estimated using ordinary kriging based on the drill hole data composited downhole to 1m intervals within constraining shapes representing the mineralisation. Assumed specific gravity values used were:- oxide 2.0t/m³; transitional 2.2t/m³; fresh 2.5t/m³.

Those intersections reported in the June Quarterly Report and not included in the previous resource estimates include:

PFRC07-59 6m @ 6.77g/tAu from 178m
PFRC07-60 13m @ 7.25g/tAu from 69m
PFRC07-71 5m @ 20.88g/tAu from 162m
PFRC07-72 14m @ 5.34g/tAu from 121m
PFRC07-74 7m @ 11.45g/tAu from 89m

The two deepest drill holes, PFRC07-59 and PFRC07-71 indicate that the mineralization is open at depth with the potential for high grade shoots.

Initial metallurgical testwork on samples of oxide and fresh mineralization from Penny's Find indicate high recoveries by conventional gravity and cyanide extraction. Fresh mineralization is free milling.

A pre-feasibility study is continuing on the Penny's Find resource looking at the various development options available to the Company.

Diamond drilling is scheduled to continue testing the mineralization at depth during this quarter.

A RAB drilling programme totalling 5,666 metres in 118 drill holes has recently been completed, testing targets to the north of the Penny's Find mineralization. Assay results from this work are expected this month.

For further details, please contact:

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The information in this report that relates to Exploration Results has been compiled by Mr. David Ross B.Sc. M.Sc., who is an employee of the Company and is a member of the Australian Institute of Geoscientists (AIG) and the Australasian Institute of Mining and Metallurgy (AIMM). David Ross has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and to the activity to which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". David Ross consents to the inclusion in the public release of the matters based on his information in the form and context in which it appears.

The information in this report concerning the Mineral Resource for the Penny's Find Deposit has been estimated by Mr Peter Ball B.Sc who is a director of DataGeo Geological Consultants and is a member of the Australasian Institute of Mining and Metallurgy (AIMM). Peter has sufficient experience which is relevant to the style of mineralization and type of deposit under consideration and qualifies as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Peter consents to the inclusion in the public release of the matters based on his information in the form and context in which it appears.

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