

**1.1 Date of Report:** May 30, 2007

**1.2 Overall Performance**

The Company operates in the mineral exploration and development industry, specifically on properties within East Asia. The Company has one copper project and six uranium projects in Mongolia, with the **Khok Adar** copper project being the most advanced of these. The uranium projects form the Company's core Mongolia growth assets. Definition drilling of the EC1 high-grade copper oxide zone, follow-up exploration drilling of the EC2 and East Zone copper mineralization, and initial drilling of the new Baruun Bayan copper oxide discovery have been completed on the **Khok Adar** property, and exploration has been halted. Four tenements (totalling 261,304 hectares in Dornogovi Province) comprise the **Ooshiin Govi** property, which is the lead asset of the uranium portfolio. One of these tenements (Dulaan 11921X) received a 15-hole drill fence to validate the geological model. At the **Airag-1** uranium property, a third tenement (Ulaan Nuur 10081X) was added and contains a Soviet calculated projected (P2 category) non-43-101 compliant resource of U<sub>3</sub>O<sub>8</sub>. The Company completed final agreements on five advanced gold and gold-copper projects in **Indonesia**. These included the **Takengon, Miwah, Tangse** and **Barisan** projects in Aceh Province, and the **Sangihe** project in North Sulawesi. The Company continues to evaluate potential acquisitions in Mongolia and elsewhere in Indonesia. Monitoring for opportunities is being maintained for the Philippines and Papua New Guinea, although no projects have yet been acquired in these countries. The Company's shares are listed on the TSX Venture Exchange ("TSX-V") under the symbol EAS.

The Company has no operating facilities and has financed its activities through two brokered public offerings. The first financing of \$5.1 million closed March 3, 2005. A second financing of \$15.7 million closed October 27, 2005. The net proceeds of these financings totalled approximately \$19.4 million, of which \$5.75 million is presently on hand.

Thus far during 2007 the Company's principal activity was exploring the **Ooshiin Govi** Property, one of the six properties in the East Asia Minerals uranium portfolio located 150 to 580 kilometres southeast and south-southeast of Ulaanbaatar, Mongolia. Data compilation and target generation was commenced for the remaining properties in the uranium portfolio, and other uranium opportunities are being sought.

The **Ooshiin Govi** property covers three significant radiometric anomalies. Two of the anomalies are extensions of interpreted high uranium potential stratigraphy extending from the adjacent Compagnie Generale des Matieres Nucleaires (AREVA) property to the north. A third strong radiometric anomaly is largely contained within the south portion of East Asia's property.

At **Ooshiin Govi** a total of eleven drill holes for 1,884 metres of drilling were completed the previous quarter, during late January 2007. Another four holes totalling 579 metres were drilled into February for a program total of 15 holes and 2,463 metres. This first phase of EAS drilling was designed to validate radiometric anomalies located on the Company' property and to test the model that the anomalies are extensions of interpreted uranium-bearing stratigraphy from an area of extensive drilling adjacent the north of the **Ooshiin Govi** property. This was successfully achieved by definition of a redox front, elevated radioactivity at this front, a favourable unconsolidated sand ISL environment and clay permeability barriers, the existence of the radioactive mineralization beneath the water table, and abundant size potential.

During the previous quarter the Company acquired a 75% interest in the **Takengon** property which encompasses the large, drill ready Collins epithermal gold prospect. The **Takengon** property covers approximately 19,000 hectares and is located in the Aceh Province, North Sumatra, Indonesia, the most under-explored part of the highly prospective Indonesian archipelago.

## 1.2 Overall Performance (cont'd...)

During the last quarter the Company acquired an 85% starting equity in the 30,000 hectare **Miwah** property which encompasses a large epithermal gold prospect with multi-million ounce gold potential indicated by limited historic drilling. The **Miwah** property is located in Aceh Province, North Sumatra. In Aceh Province the Company also acquired an 80% starting equity in the **Tangse** porphyry copper-molybdenum and the **Barisan** copper-gold projects. At **Tangse**, historical order of magnitude estimates (non-NI 43-101 compliant) are at least 600 million tonnes (Mt) of lower grade material, including a higher grade zone of 30 Mt with grades between 0.3 and 0.8% copper, and 0.02 to 0.03% molybdenum. At **Barisan** are the Upper Tengkereng (41 Million tonnes at 0.24% copper and 0.25 g/t gold), Lower Tengkereng (15 Million tonnes at 0.16% copper and 0.38 g/t gold), and Upper Ise-Ise (10 Million tonnes at 0.20% copper and 0.17 g/t gold). These historical resources are quoted as tonnes per vertical 100 metres and are based on limited drilling. The **Barisan** tenement is also host to a sedimentary-hosted gold deposit called the Abong prospect, with a historical resource in jasperoid of 8.7 million tonnes at 1.26 g/t gold and 2.8 g/t silver, and, 6 million tonnes at 0.81 g/t gold and 3.5 g/t silver in volcanic rocks.

On Sangihe Island, North Sulawesi Province the Company acquired a 70% starting equity in the 42,000 hectare **Sangihe** property which encompasses numerous drill-ready epithermal gold and porphyry copper-gold prospects.

## 1.3 Selected Annual Information

The following financial data is selected information for the Company for the most recently completed financial years:

	Sept. 30, 2006	Sept. 30, 2005	Sept. 30, 2004
Total revenues	\$ -	\$ -	-
Loss before discontinued operations and other items	2,005,621	1,107,394	147,416
Basic and diluted loss per common share before discontinued operations and other items	0.05	0.06	0.03
Loss for the year	3,856,999	4,374,699	154,416
Basic and diluted loss per common share	0.09	0.24	0.03
Total assets	18,720,060	5,530,144	143,492
Total long-term financial liabilities	-	-	-
Cash dividends	-	-	-

This financial information was prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) and reported in Canadian dollars.

## 1.4 Results of Operations

The consolidated loss for the six months ended March 31, 2007 was \$1,087,847 or \$0.03 per share. This compares to a loss of \$925,266 or \$0.02 per share for the same period in 2006. The consolidated loss before other items for the six months ended March 31, 2007 was \$1,320,732. This compare to a loss of \$997,166 for the same period in 2006. The difference of \$323,566 relates to \$20,805 amortization and \$34,887 stock-based compensation, non-cash items, and \$160,104 in travel and accommodation.

As at March 31, 2007 the company has no mineral properties in production and therefore income is limited to interest earned on cash. Interest income for the six months ended March 31, 2007 totalled \$232,885 (2006 - \$71,900).

#### **1.4 Results of Operations (cont'd...)**

Capitalized resource expenditures for the six months ended March 31, 2007 increased \$2,708,580 (2006 - \$).

At the **Khok Adar** copper-silver project, expenditures for the six months ended March 31, 2007 total \$385,370 (2006 - \$987,658), which includes \$127,808 for geology, \$43,024 for assay costs and \$78,302 for site preparation.

At the **Ooshiin Govi** uranium projects expenditures for the six months ended March 31, 2007 total \$829,889 (2006 - \$Nil), which includes US\$200,000 for option payments on the four tenements, \$496,179 for drilling and \$38,163 for geology.

At the **Sangihe** gold-copper project expenditures for the six months ended March 31, 2007 total \$320,709 (2006 - \$Nil), which includes US\$62,000 for land option payments \$128,556 in claim staking and \$103,195 for legal.

At the **Miwah** gold-copper project expenditures for the six months ended March 31, 2007 total \$47,319 (2006 - \$Nil), which includes US\$25,000 for option payments and \$13,670 for geology.

At the **Sable** gold-copper project expenditures for the six months ended March 31, 2007 total \$29,492 (2006 - \$Nil), which includes US\$25,000 for option payments.

At the **Takengon** gold-copper project expenditures for the six months ended March 31, 2007 total \$142,413 (2006 - \$Nil), which includes US\$58,800 for option payments and \$52,352 for claim staking.

At the **Bayan Uul** uranium project expenditures for the six months ended March 31, 2007 total \$23,416 (2006 - \$Nil), which includes US\$10,000 for option payments.

At the **Airag** uranium project expenditures for the six months ended March 31, 2007 total \$21,593 (2006 - \$Nil), which includes US\$10,000 for option payments.

**EAST ASIA MINERALS CORPORATION**  
**FORM 51-102F1 – MANAGEMENT DISCUSSION & ANALYSIS**  
**MARCH 31, 2007**

**1.5 Summary of Quarterly Results**

The following financial data is selected information for the Company for the eight most recently completed financial quarters:

	Mar. 31, 2007	Dec. 31, 2006	Sept. 30, 2006	June 30, 2006
Total revenues	\$ -	\$ -	\$ -	\$ -
Loss before discontinued operations and other items	682,066	638,666	383,911	624,544
Basic and diluted loss per common share before discontinued operations and other items	0.02	0.01	0.01	0.02
Loss for the period	640,905	446,942	2,494,095	437,638
Basic and diluted loss per common share	0.01	0.01	0.06	0.01
Total assets	17,576,598	17,875,445	18,720,060	21,401,954
Total long-term financial liabilities	-	-	-	-
Cash dividends	-	-	-	-
	Mar. 31, 2006	Dec. 31, 2005	Sept. 30, 2005	June 30, 2005
Total revenues	\$ -	\$ -	\$ -	\$ -
Loss before discontinued operations and other items	526,610	470,556	439,403	278,613
Basic and diluted loss per common share before discontinued operations and other items	0.01	0.01	0.02	0.01
Loss for the period	493,662	431,604	3,633,209	352,112
Basic and diluted loss per common share	0.01	0.01	0.20	0.01
Total assets	21,033,798	20,241,130	5,530,144	5,251,238
Total long-term financial liabilities	-	-	-	-
Cash dividends	-	-	-	-

This financial information was prepared in accordance with Canadian generally accepted accounting principles (“GAAP”) and reported in Canadian dollars.

## **1.6 Liquidity**

As at March 31, 2007, the Company's cash and equivalents decreased by \$3,699,314 to \$7,285,922 due to increased exploration and acquisitions during the period.

At March 31, 2007, the Company's working capital was \$7,163,017 (2006 – \$15,996,157). These funds provide sufficient working capital for the Company to complete its 2007 projects exploration and development programs and carry out its day to day obligations. The Company had no long-term debt in either period.

## **1.7 Capital Resources**

The first three tenements of the **Ooshiin Govi** property comprise three contiguous tenements signed on identical terms. The agreements were signed October 12, 2006. The company can acquire 100% of all three tenements over 3 years for USD500,000 each. There is a signing payment of USD50,000 (paid) for each tenement and annual payments for each at USD80,000 on or before the first year anniversary, USD90,000 each on or before the second anniversary, and USD120,000 each on or before the third anniversary. The Company can elect to exercise the purchase price sooner, which would eliminate any future scheduled annual payments from the date of exercise, by paying a total (including signing and any previous payments) of USD500,000 each on or before the third anniversary. The vendor will retain a 0.75% NSR.

The final and fourth tenement of the contiguous **Ooshiin Govi** property was signed on slightly different terms to the initial three tenements. The agreement was signed January 25, 2007. The company can acquire 100% of the fourth tenement over 3 years for USD750,000. There is a signing payment of USD50,000 (paid) and annual payments at USD80,000 on or before the first year anniversary, USD150,000 each on or before the second anniversary, and USD250,000 each on or before the third anniversary. The Company can elect to exercise the purchase price sooner, which would eliminate any future scheduled annual payments from the date of exercise, by paying a total (including signing and any previous payments) of USD750,000 each on or before the third anniversary. The vendor will retain a 0.75% NSR.

At the **Airag-1** property, 100% of a third and contiguous 1,508 hectare tenement (Ulaan Nuur 10081X) was acquired by the Company for a one time payment of USD 60,000.

For each of the **Takengon, Miwah, Tangse, Barisan** and **Sangihe** projects, a USD 25,000 cash payment was made.

## **1.8 Off-balance Sheet Arrangements**

There are no off-balance sheet arrangements.

## **1.9 Transactions with Related Parties**

During the six months ended March 31, 2007, Lyndon Bradish, former President, CEO and a former director of the Company, received \$12,083 per month (2006 - \$9,750 per month), plus \$2,500 per month for office rent to perform the presidential and managing director duties on behalf of the Company. The Company paid management fees of \$10,500 (2006 - \$17,800) to another director to also perform managing director duties and office rent of \$Nil (2006 - \$1,050). The Company paid the former secretary of the Company \$87,844 (2006 - \$61,695) for legal fees and paid and accrued consulting fees of \$35,000 (2006 - \$15,000) to a company controlled by a director of the Company. Also, the Company paid \$15,000 (2006 \$15,000) for rent, administration fees and accounting fees to a company with a common director.

### **1.10 Second Quarter**

A drill program was commenced January 2007 and completed February 2007 on the **Ooshiin Govi** uranium property. A total of fifteen drill holes for 2,463 metres of drilling were completed. This first phase of EAS drilling was designed to validate radiometric anomalies located on the Company' property and test the model that the anomalies are extensions of interpreted uranium-bearing stratigraphy from an area of extensive drilling adjacent the north of the **Ooshiin Govi** Property. This was successfully achieved by definition of a redox front, elevated radioactivity at this front, a favourable unconsolidated sand ISL environment and clay permeability barriers, the existence of the radioactive mineralization beneath the water table, and abundant size potential.

A third tenement (Ulaan Nuur 10081X) was added to the **Ariag-1** uranium property, and contains a Soviet calculated projected (P2 category) non-43-101 compliant resource of U3O8.

The Company completed final agreements on five advanced gold and gold-copper projects in Indonesia. These included the **Takengon, Miwah, Tangse** and **Barisan** projects in Aceh Province, and the **Sangihe** project in North Sulawesi.

### **1.11 Proposed Transactions**

The Company is continuously evaluating new exploration opportunities, and while various negotiations may be ongoing at any given time, these may or may not be successful. The Company is primarily focused on maximizing the value of its Mongolia assets, and pursuing advanced gold and gold-copper opportunities in Indonesia. The Company considers opportunities in other commodities and countries such as China, the Philippines and Papua New Guinea where exceptional value to the shareholders is evident. Should the Company be successful in acquiring one or more advanced properties, the new projects would likely have a significant impact on its operating requirements.

### **1.12 Critical Accounting Estimates**

N/A

### **1.13 Changes in Accounting Policies**

N/A

### **1.14 Financial Instruments and Other Instruments**

Cash is not subject to currency risks. The Company does not believe it is subject to any significant credit risk although cash and equivalents are held in excess of federally insured limits, with a major Canadian banking institution.

The Company's other financial instruments consist of receivables, accounts payable and accrued liabilities and due to related parties. In management's opinion, the Company is not exposed to significant interest, currency or credit risks arising from these financial instruments. The fair value of these financial instruments approximates their carrying values.

**EAST ASIA MINERALS CORPORATION**  
**FORM 51-102F1 – MANAGEMENT DISCUSSION & ANALYSIS**  
**MARCH 31, 2007**

**1.15 Other MD&A Requirements**

Disclosure of Outstanding Share Date:

	Number of Shares	Amount	Contributed Surplus
Authorized			
100,000,000 common shares, without par value			
Balance, September 30, 2006	42,805,206	\$ 25,871,916	\$ 1,104,068
Agent's options exercised	485,456	242,728	-
Stock-based compensation	-	-	235,182
Balance, March 31, 2007	43,290,662	\$ 26,114,644	\$ 1,339,250

The following stock options were outstanding at March 31, 2007:

Number of Options	Exercise Price	Expiry Date
250,000	\$ 0.35	May 28, 2009
683,750	0.60	May 26, 2010
250,000	0.80	July 22, 2010
1,140,000	0.74	March 1, 2011
150,000	0.93	March 1, 2011
25,000	0.45	September 8, 2011
100,000	0.61	November 16, 2011
1,000,000	0.64	January 31, 2012
3,598,750		

At March 31, 2007, the following share purchase warrants were outstanding:

Number of Shares	Exercise Price	Expiry Date
6,295,500	1.75	October 27, 2007

**1.16 Internal Disclosure Controls and Procedures**

We have evaluated the effectiveness of our disclosure controls and procedures and have concluded based on our evaluation that they are sufficiently effective to provide reasonable assurance that material information relating to the Company is made known to management and disclosed in accordance with applicable securities regulations.

*Other information*

Additional information relating to the Company, is on SEDAR at [www.sedar.com](http://www.sedar.com).