



CONDOR GOLD

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Desarrollando la próxima mina en Nicaragua
Developing the next Mine in Nicaragua

16th August 2016



CONDOR GOLD PLC

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Introduction to Condor Gold plc

- 2005 commenced operations in Nicaragua
- Focus gold exploration and development company
- Two 100% owned Nicaraguan companies: Condor S.A. & La India Gold SA
- 2006 listed on the London Stock Market
- 550 shareholders
- US\$35m invested in Nicaragua on La India Project in last 5 years
- All money from the London Stock Market

- EIA submitted to MARENA in November 2015
- Permitting 2,800tpd processing plant
- Costs US\$120 million
- 100,000 oz gold produced per annum

- MARENA has given technical approval of Environmental and Social Studies in EIA



Introduction to La India Project

- Historic production 576,000 oz gold @ 13.4g/t prior to closure in 1956. Circa 40,000 oz gold p.a. Noranda Mining
- 2.33M oz gold @ 3.9g/t to NI 43-101 CIM Code – Nov 2014
- Including 1.14M high grade open pit @ 3.1g/t
- Pre-Feasibility Study and Preliminary Economic Assessment to NI 43-101 standards
- Permitting 2,800tpd processing plant, production 100,000 oz gold p.a.
- Excellent Infrastructure: Main tarmac road southern end of project. Electricity pylons by road



Nicaragua Concessions 408 sq km land holdings



Strategy Statement

Twin strategy

- Permit and construct 2,800tpd processing plant, producing 100,000 oz gold per annum mine at Mina La India
- Continue successful exploration strategy to determine if there is sufficient additional resources to increase life of mine and expand production capacity



NI 43-101 CIM Standard Resource/Reserve- Sept 2014

Mineral Resource

La India Project

1.1M oz gold @ 3.5g/t in Indicated Category

1.2M oz gold @ 4.5g/t in Inferred Category

2.3M oz gold @ 4.0g/t

Including Open pit:

862,000 oz gold @ 3.2g/t Indicated

139,000 oz gold @ 2.6g/t Inferred

1,001,000 oz gold @ 3.1g/t

Mineral Reserve

La India open pit

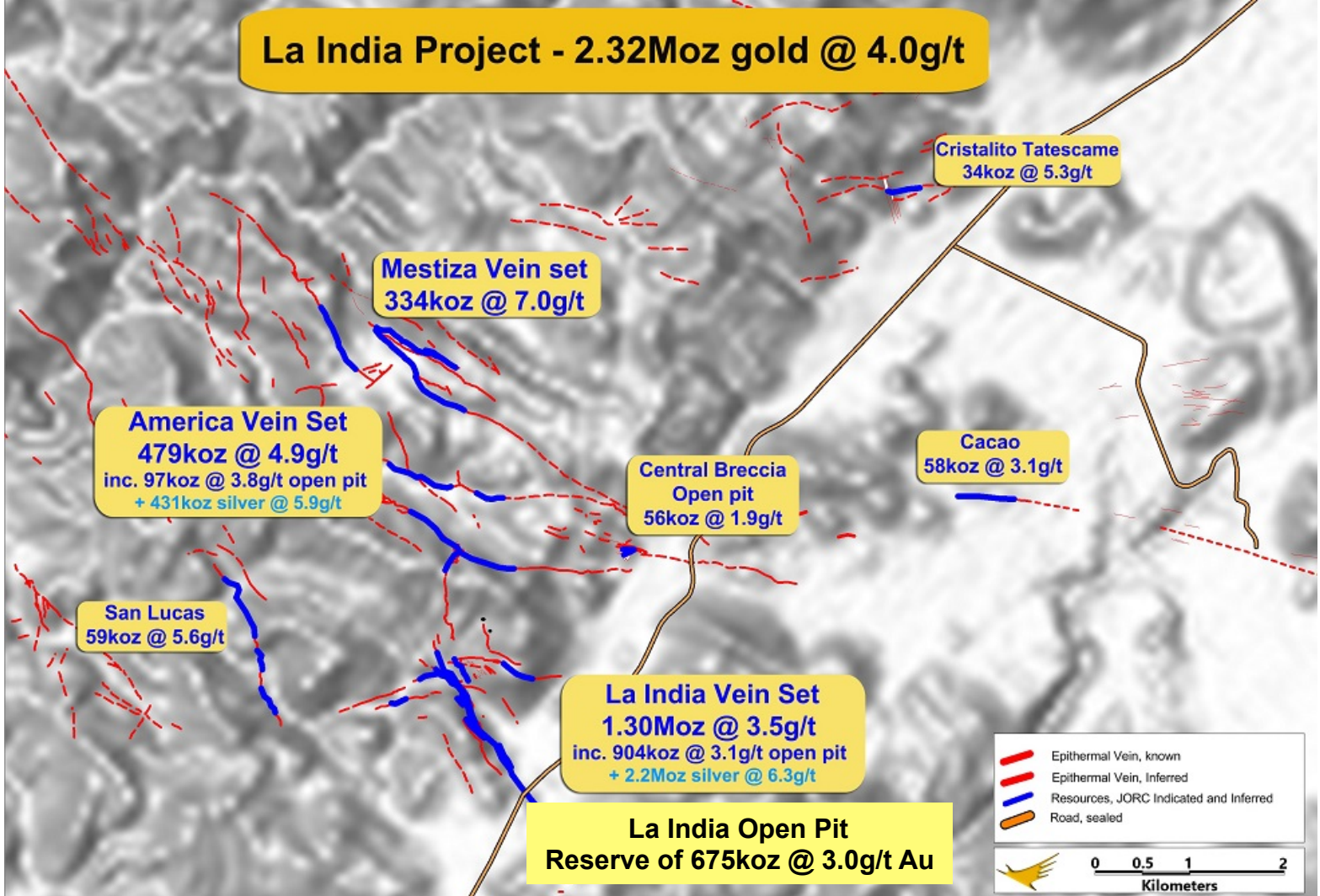
675,000 oz gold @ 3.1g/t

Rio Luna Resource

89,000 oz gold @ 3.9g/t



La India Project – 2.33Moz gold



La India Open Pit: optimised mining schedule

	Being Permitted
Processing plant capacity	2,800 tonnes per day
Processing plant capacity	1M tonnes per annum
Contained gold in pit shells	955,000 oz (866,000 Indicated + 89,000 Inferred)
Recovered gold	822,000 oz
Annual production 1 st 5 years	101,000 oz

- US\$200,000 independent study by Whittle Consulting Ltd of Australia
- +30% increase in gold within a pit shell as pits push deeper
- +20% to 25% increase in annual production
- Capex remains the same in each scenario
- NPV averages US\$195M and 31% IRRs across 4 production scenarios
- Artisanal miner ore of 10,000 oz per annum can be added



Condor is fully compliant with IFC performance standards

World Bank's IFC is an 8.5% shareholder in Condor Gold
IFC appointed Social and Environmental consultants

- US\$500,000 spent in compliance in 2015
 - Stakeholder Engagement Plan
 - Communications Plan
 - Land Acquisition and Resettlement Framework
 - Grievance Mechanism
-
- Ground Water Participatory Monitoring Program
 - Environmental and Social Management Manual
 - Security Policy and Code of Conduct
 - Human Resource Policy



Social Licence to Operate

- Objective to prepare community for Public Consultation 2,800tpd plant
- Corporate Social Responsibility Strategy and Stakeholder Engagement Plan
- Information office opened Nov 2015
- Local newsletter

- Education: In alliance with Ministry Education supporting 919 students with school supplies in 15 villages
- Technical Training: In alliance Ministry of Labour training planned for 310 people. 9 separate courses. 100 people taken course so far. Supporting a computer lab., English courses, Construction Foreman, Automotive Mechanic and welding.
- Health: over 1,500 medical consultations, 600 lab tests, supporting rural health program, fumigations against Dengue
- Catholic Church: several meetings and CSR strategy explained and helped repair or improve infrastructure of 15 churches of different denominations
- Water Project
- Sports: supporting football, baseball, basketball and volleyball
- Police meetings explain CSR Strategy and permitting
- Mayor Meetings explain CSR Strategy and permitting

Benefits to Nicaragua and the local Community

To Nicaragua

- US\$120m foreign direct investment from a British Company
- Show case state of the art mine in Central America with best possible environmental practices
- 3% royalty on sales
- 30% corporation tax

To the Community

- 500 jobs during the construction period
- 300 jobs during the operations
- Training courses to improve skills and salaries
- For every 1 job in a mine 5 jobs supplying the mine
- Better standards of living
- New healthcare center and school
- Water 24/7 not 1 hour in 48 hours

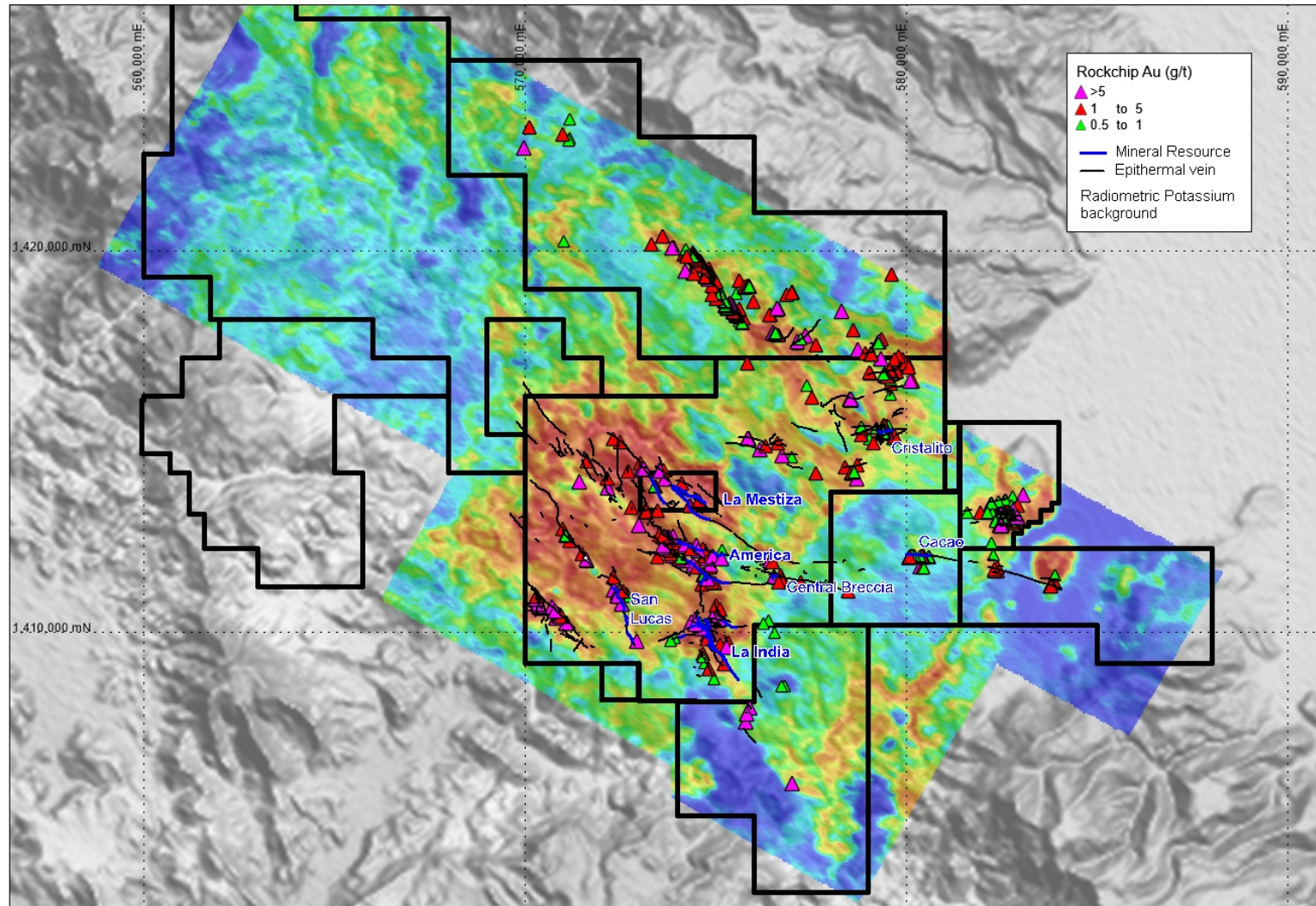


PRONicaragua Support Program

- Pro-Nicaragua. Inward Investment Agency, Ministerial status, reports President
- Dec 2014 signed an Memorandum of Understanding defining Support Program
- Since 2015 Pro-Nicaragua liaised with all Ministries for Mina La India in order to facilitate permitting
- Pro-Nicaragua's office has a legal team which conducts due diligence supporting Condor's development
- Work includes communicating with Ministries and attorney general's office
- Support includes due diligence of land titles and correcting land registry
- PRONicaragua team supports Condor staff dealing with:
 - Ministry of Environment
 - Ministry of Energy and Mines
 - Ministry Housing
 - Local municipalities
 - Land titles
- **SIGNIFICANTLY DE-RISKS THE PROJECT**



Geophysics: Demonstrates a District Play



What's Next at Ia India Project?

- Applied for key environmental permit 2,800tpd processing plant
- MARENA has confirmed the EIA has passed a technical review of the Environmental and Social Studies
- Public Consultation
- Secure freehold rural land
- Continue complying with IFC performance standards for Social and Environmental matters

Once permits granted,

- 12 months of additional technical studies
- 24 month construction period

Demonstrate District Play by:

- follow up on 33 new targets identified in structural geology report
- expand on 71 sq km soil survey to another 242 sq km
- Regional mapping

