



# Condor Gold plc

[www.condorgold.com](http://www.condorgold.com)

Mines & Money Conference

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# Introduction

- London AIM listed exploration company, listed May 2006
- 2,500,000 oz gold at 4.6g/t in Nicaragua
- 1,004,000 oz gold at 2.6g/t equivalent in El Salvador
- 3,500,000 oz gold = group resource to CIM Code & JORC Code
- Market Cap at £1.80 = £60m

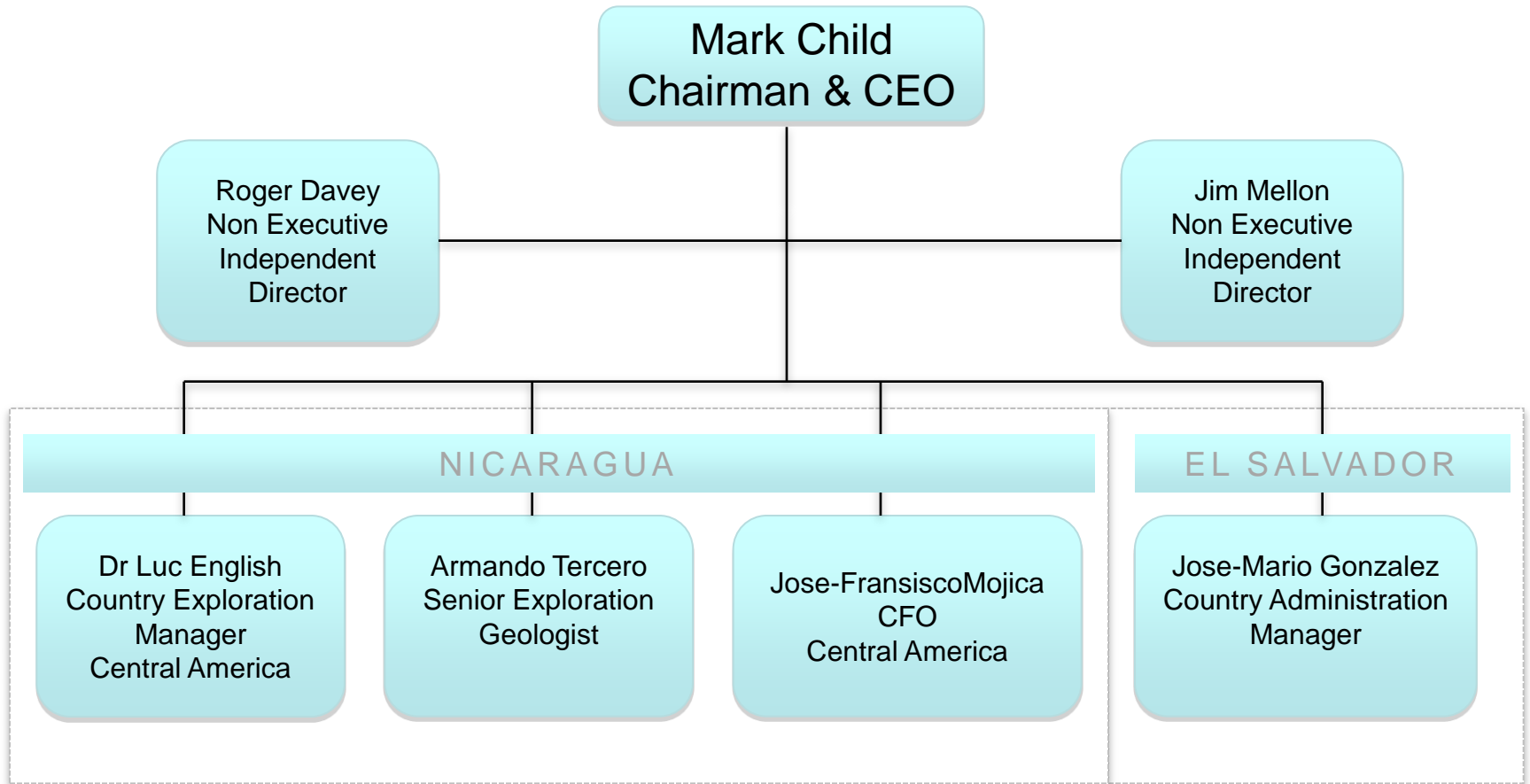


# Strategy

- Fast track open pit of 977,000 oz at 3.7g/t to production
- 12 month target La India Project: 3m oz resource, 1m Indicated
- Prove additional open pit resources
- Bring La India Project to Bankable Feasibility Study
- Lobby Government in El Salvador to re-commence exploration on Condor's 1m oz gold resource



# Corporate Management Structure



# Nicaragua Concessions – 284 sq km landholding



# Why Nicaragua?

- Pro-mining Government
- 3 operating mines. Nicaragua produces 200,000 oz p.a
- B2Gold (BTO:TSX) 5,500tpd gold mine opened 2010
- Active artisanal mining community
- Gold was 3<sup>rd</sup> largest export in 2011
- 25 year exploration and exploitation concessions
- Democracy for over 20 years
- Political stability
- 3% royalty and 30% corporation tax



## Key Features of La India Project

- Historic La India Mine produced estimated 576,000 oz gold @ 13.4g/t prior to closure in 1956. Peak production 41,000 oz gold p.a. Noranda Mining
- 5 year Soviet sponsored exploration programme: 1986 to 1991, completed 12,000m drilling.
- 2,400,000 oz gold @ 9.5g/t to Soviet Classification on Condor's concessions (C1+C2= 958,000 oz + P1=1,480,000 oz)
- 2,408,000 oz gold @ 4.6g/t to NI 43-101 CIM Code – Sept 2012
- 977,000 oz gold at 3.7g/t high grade open pit
- Resource confined to southern half of District
- 18 separate veins in District
- 17km veins defined but only 8km drill tested
- Main tarmac road southern end of project. Electricity pylons by road





## NI 43-101 CIM Code Resource

Nicaragua - 765,000 oz gold at 4.4g/t in Indicated

1,643,000 oz gold @ 4.6g/t in Inferred

***Total 2,408,000 oz gold at 4.6g/t at La India Project***

Including Open pit: 554,000 at 4.0g/t Indicated

423,000 at 3.4g/t Inferred

**Total: 977,000 oz gold at 3.7g/t for Open Pit**

- 87,000 oz gold @ 3.9g/t at Rio Luna Project

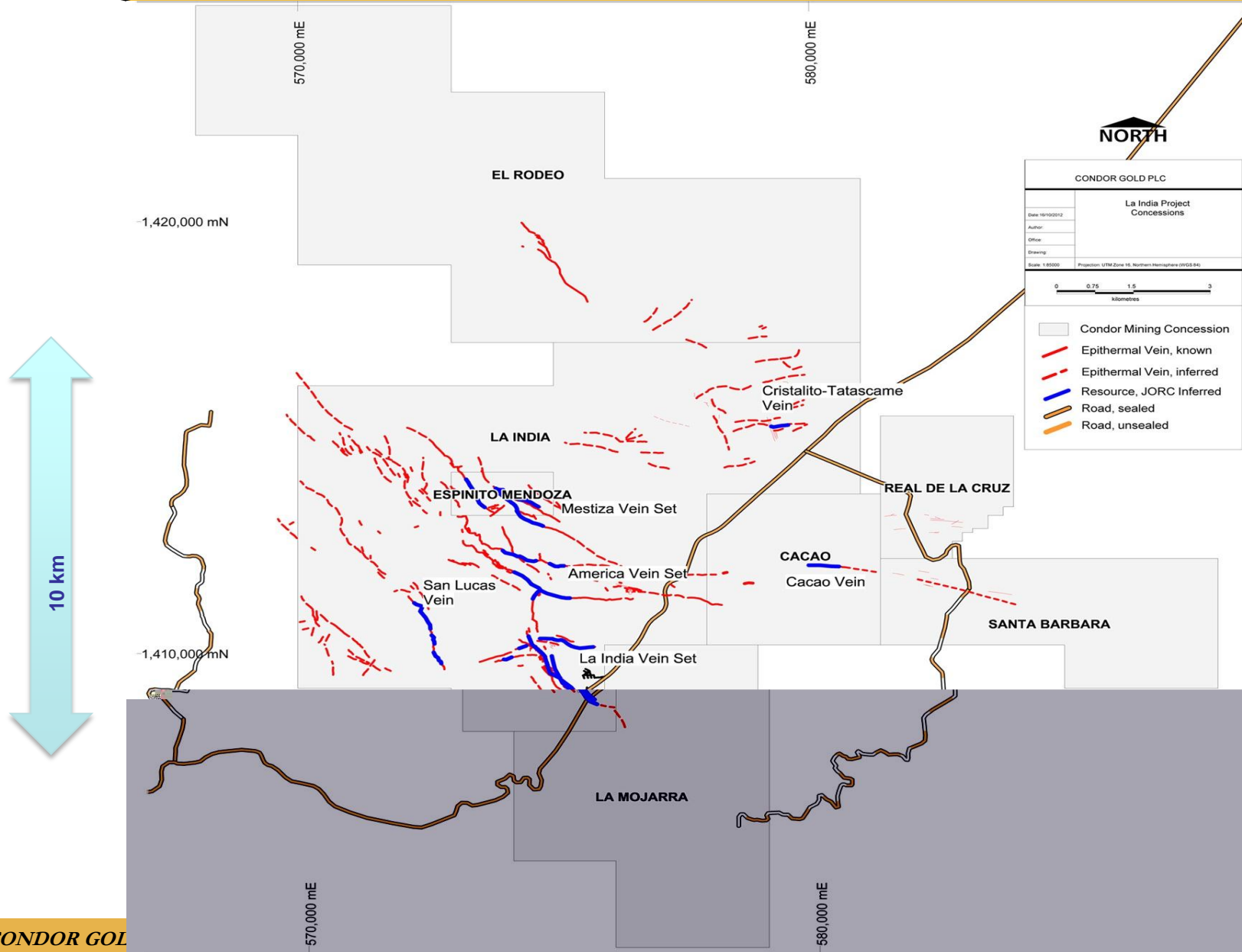
El Salvador - 1,004,000 oz gold equivalent @ 2.6g/t SUSPENDED

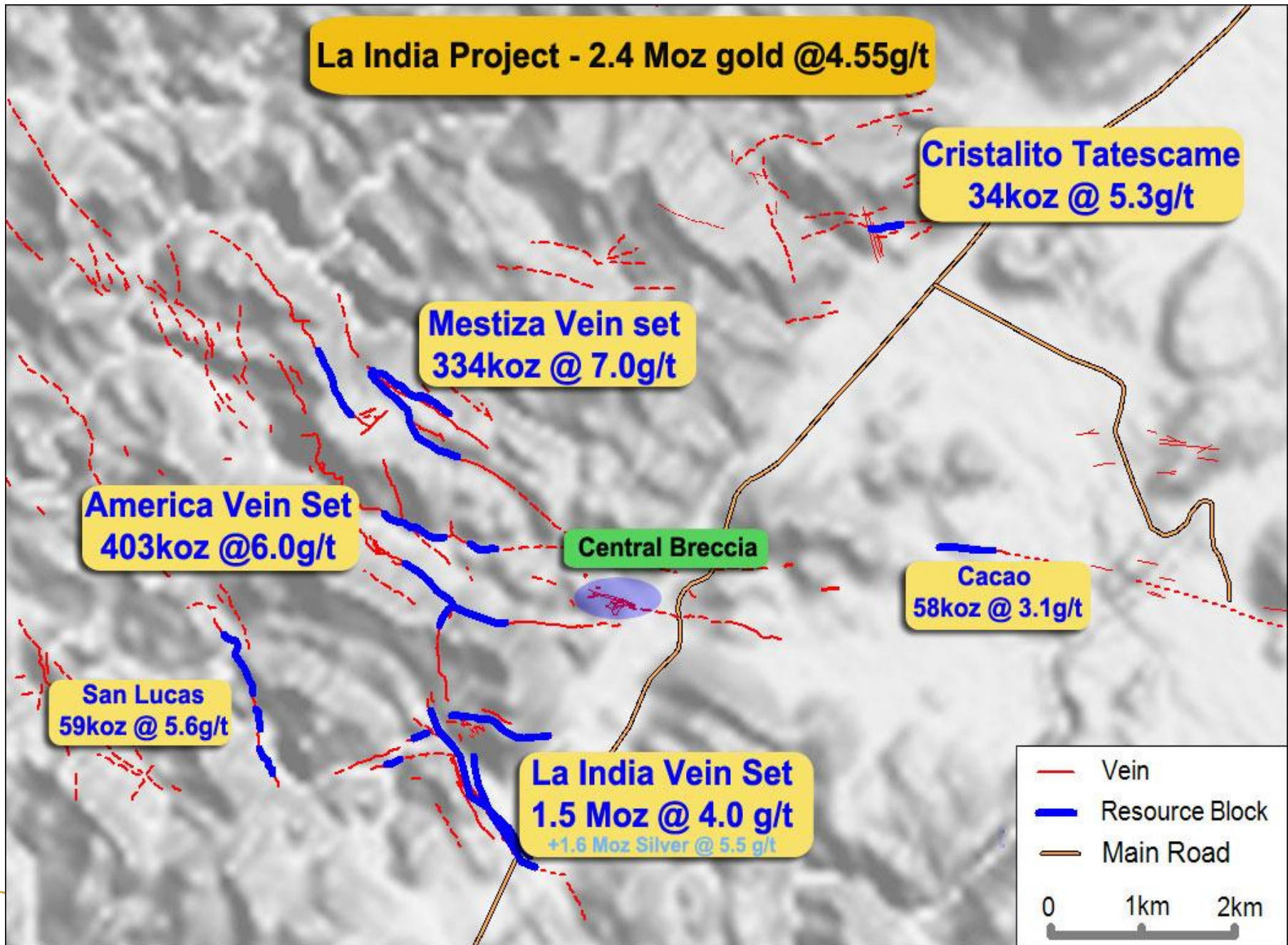
- 30% value from silver content

TOTAL – 3,500,000 oz gold equivalent attributable to Condor



# La India Mining District- Condor has 193 sq km

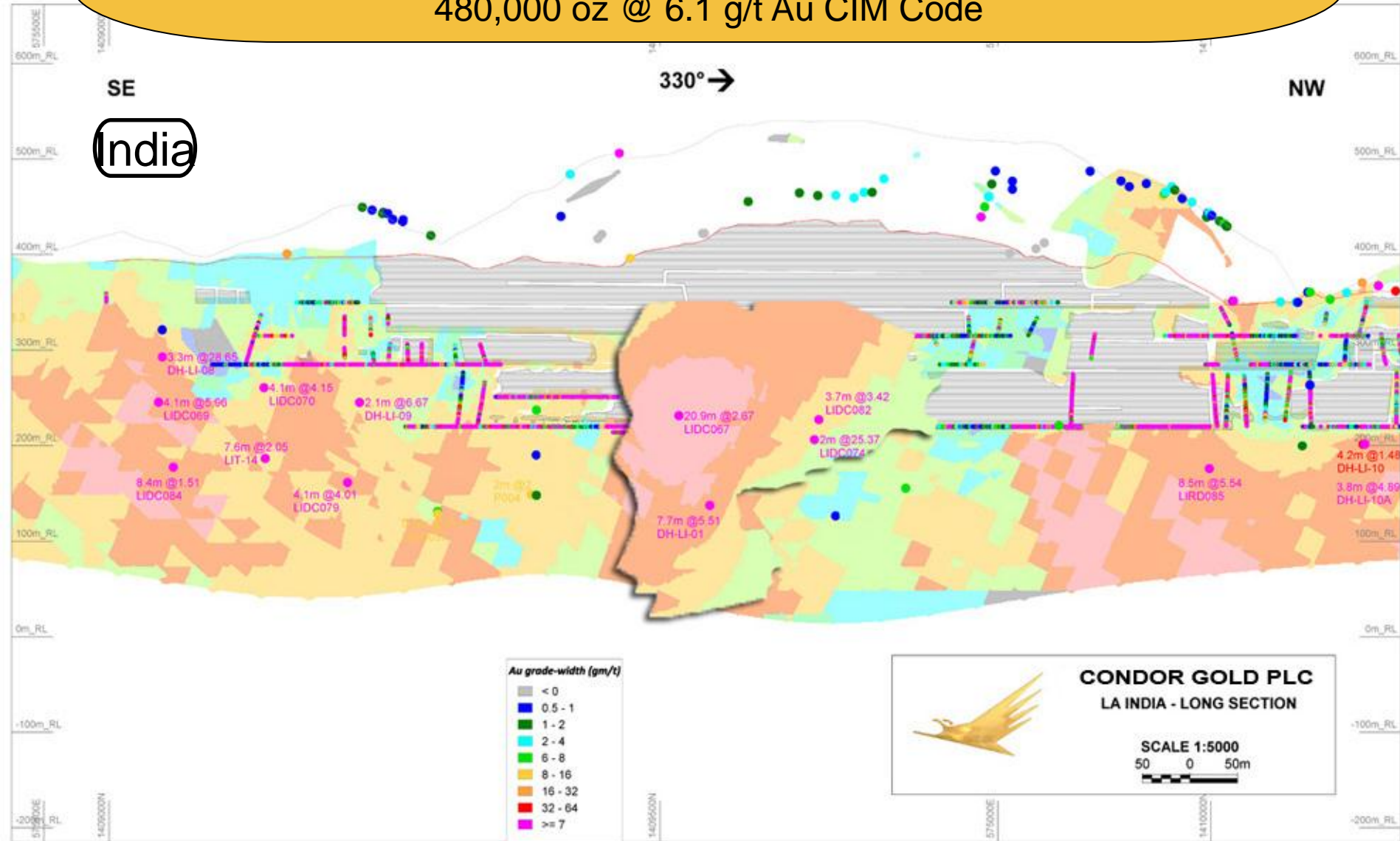




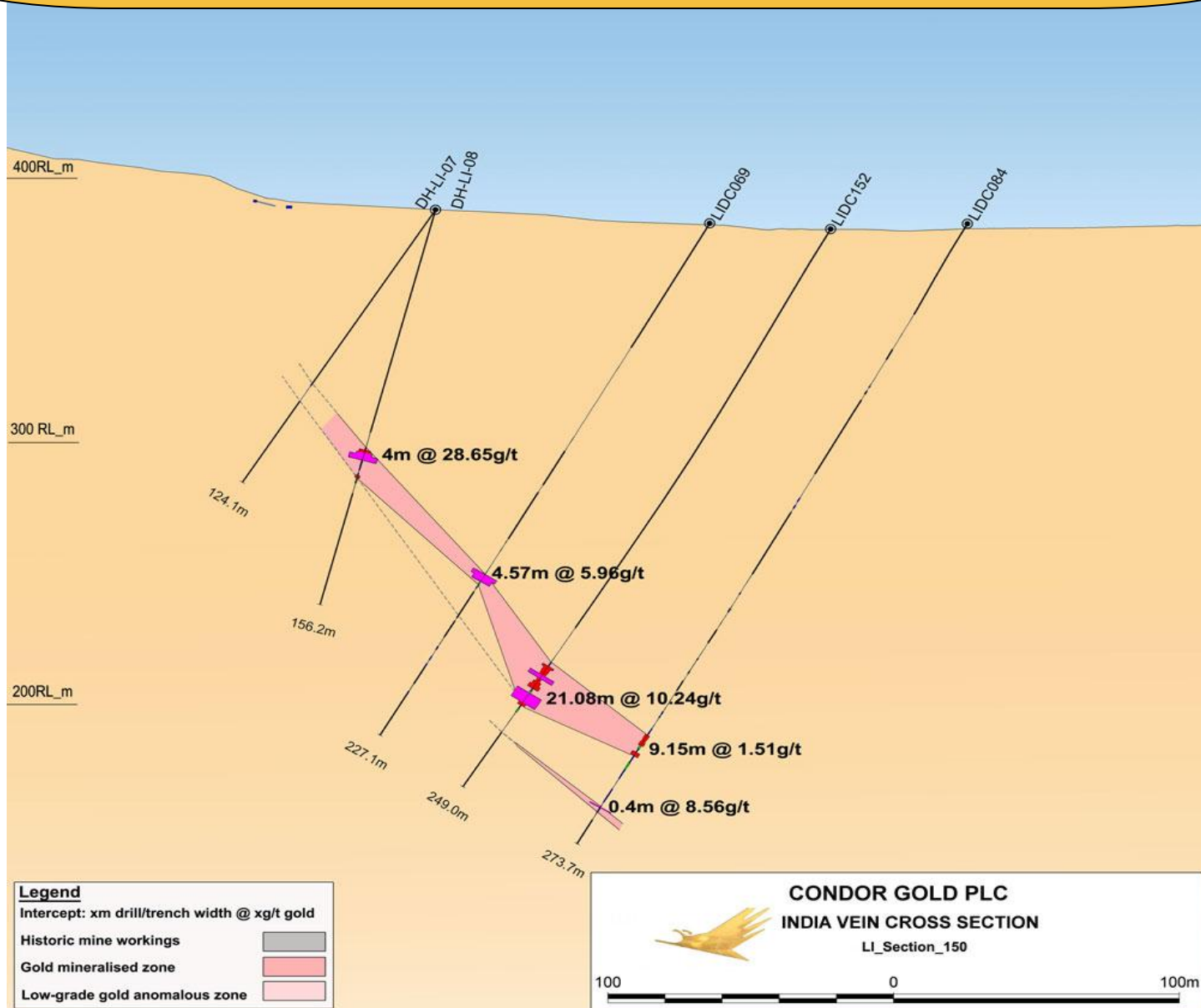
La India Vein – Historic Mine - circa 250,000 oz production  
480,000 oz @ 6.1 g/t Au CIM Code

India

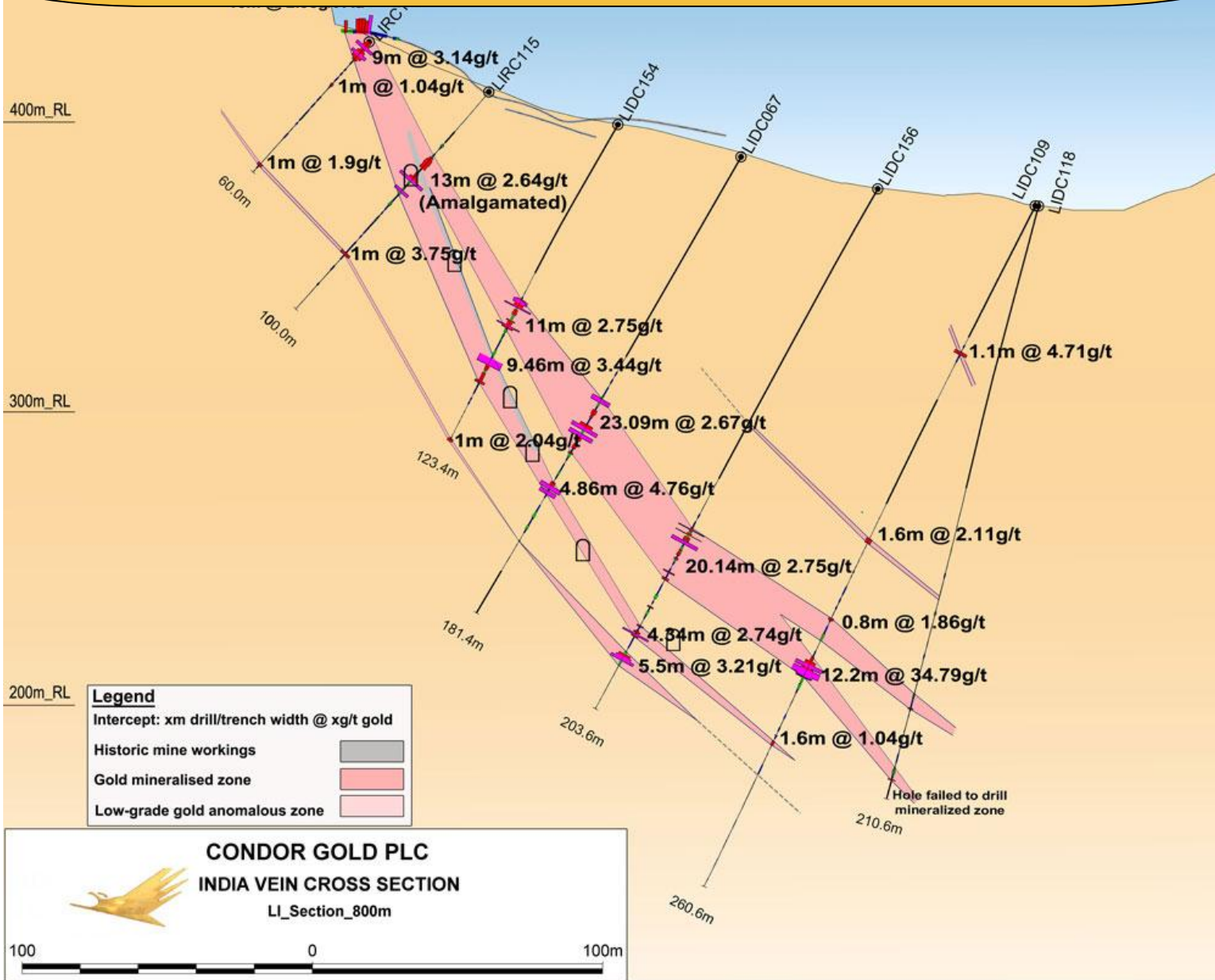
330° →



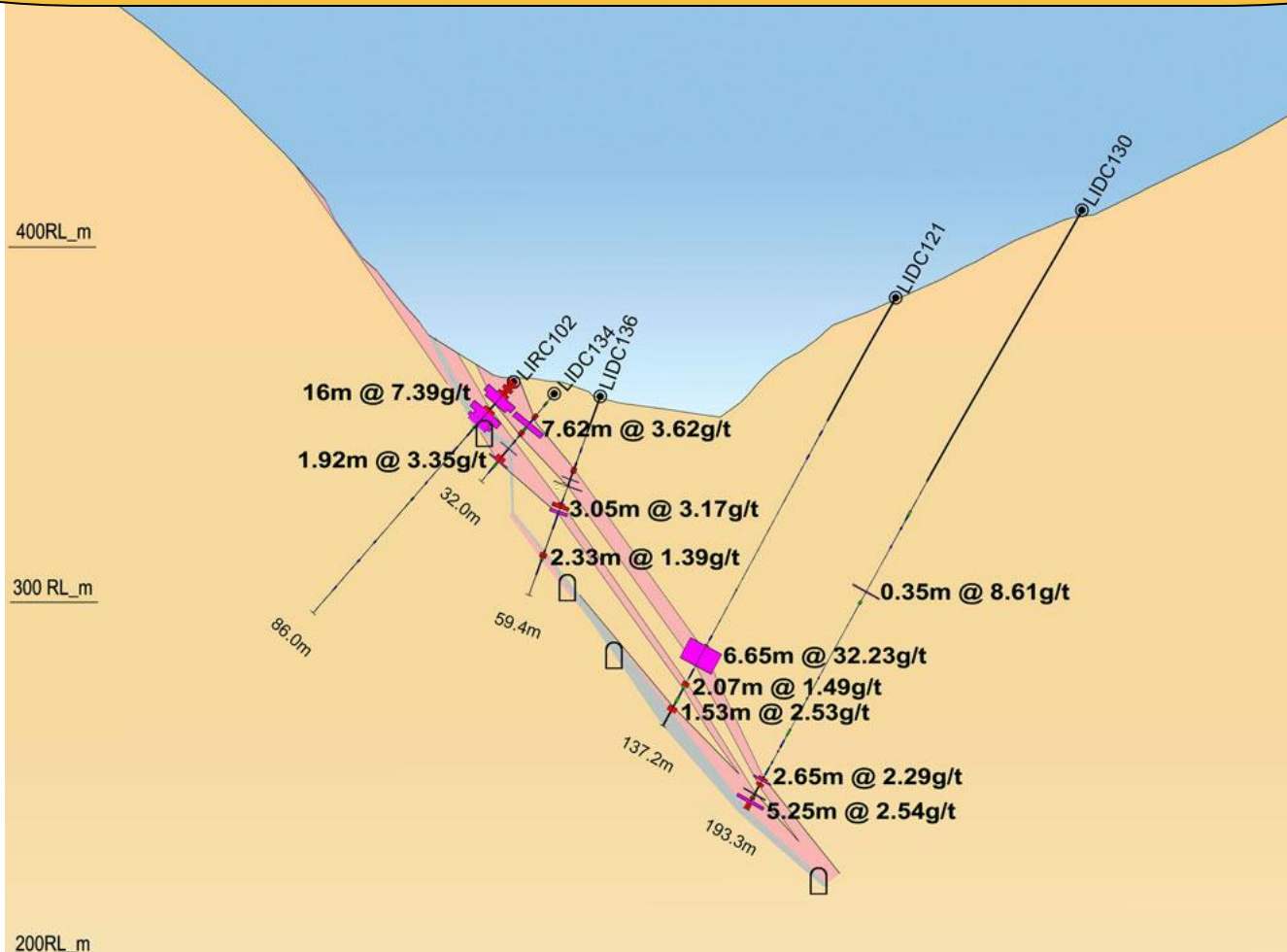
# La India Vein –Historic Mine –150m Cross section



# La India Vein –Historic Mine –800m Cross section





# La India Vein –Historic Mine –1150m Cross section



<b>Legend</b>	
Intercept: xm drill/trench width @ xg/t gold	
Historic mine workings	
Gold mineralised zone	
Low-grade gold anomalous zone	

**CONDOR GOLD PLC**  
**INDIA VEIN CROSS SECTION**  
 LI\_Section\_1150

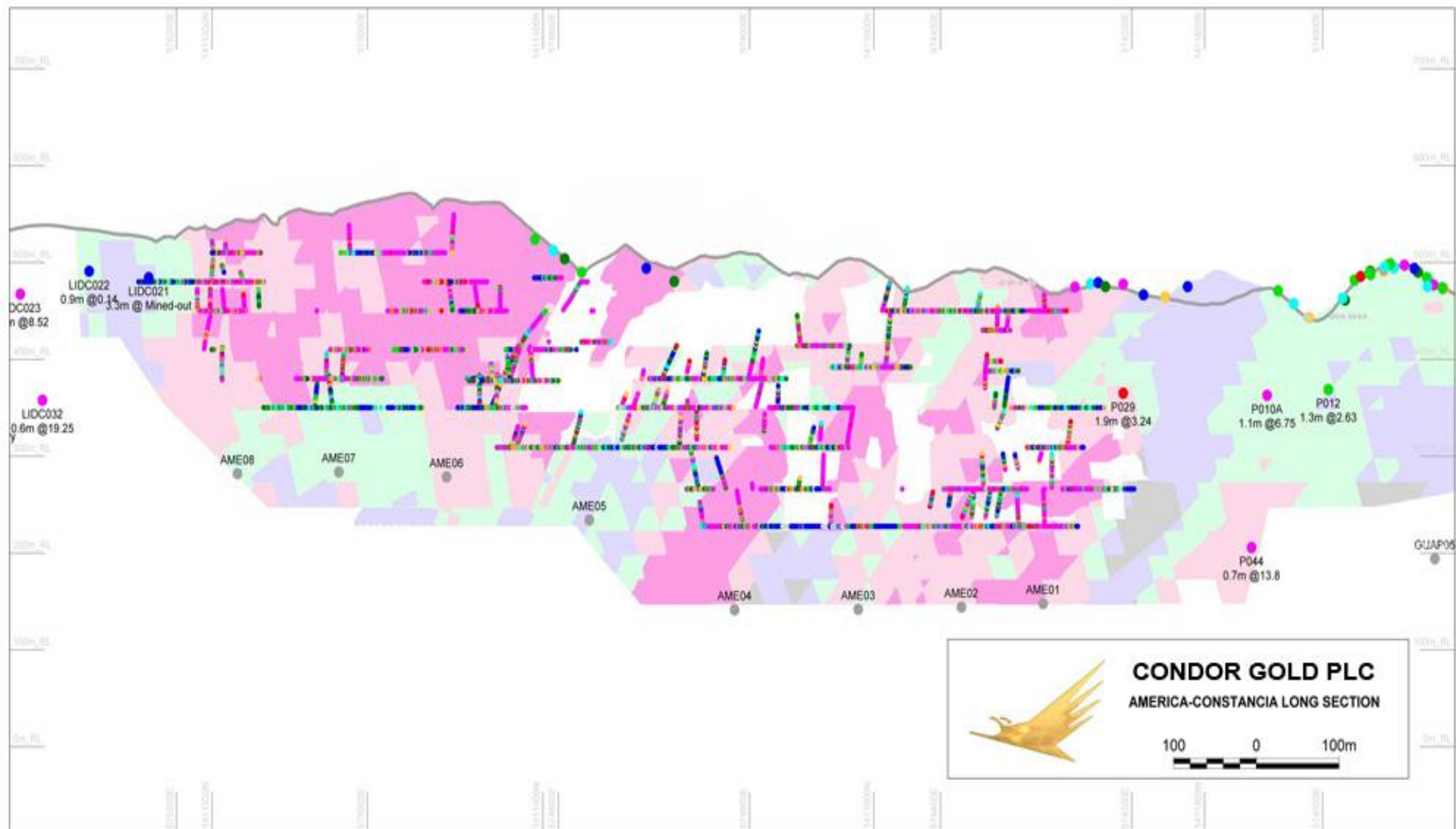



Cross section: example of historic mine workings, La India and California veins  
and limit of whittle open pit shell





# America Vein –Historic Mine –circa 250,000 oz production



# Future Plans for La India Project

- Fast track open pit to 100,000 oz p.a. mill
- 1,000,000 oz gold Indicated by Sept 2013
  - 10,000m drilling to commenced November 2012
  - Geophysics
- 3.0m oz gold resource by Sept 2013
- Prove up open pit targets on America and Central Breccia
- Preliminary Economic Assessment in 2013
- Pre-feasibility studies commence 2013
  - Hydrology studies
  - Metallurgical tests
  - Environmental & Social Impact Assessment
  - Plant design, tailings pond location etc
- Take to Bankable Feasibility Study



## El Salvador- unofficial moratorium

- ◆ Government imposed **moratorium on exploration and mining** 4 years ago. Government is indecisive.
- ◆ Condor has 1,004,000 oz gold equivalent at 2.6g/t in 2 concession areas.
- ◆ Condor gifted 10% of its El Salvador subsidiary to a UK Charitable Foundation. Beneficiaries are the poor in El Salvador
- ◆ Pacific Rim Mining (PMU:TSX) is suing the Government of El Salvador for US\$75 million through CAFTA.
- ◆ Oceanagold bought 20% Pacific Rim for US\$4.2m in Oct 2012
- ◆ The Government awarded a tender on 1<sup>st</sup> September 2010 to the Tau Group of Spain to conduct an independent review of the benefits of mining to the Republic of El Salvador. Report expected anytime?
- ◆ Tender for a “Mining Policy Review” due in 2012?



# Share Capital Structure

- Ordinary shares in issue: 33,169,746
- Options: 2,578,000
- Share Price: £1.80
- Market Capitalisation: £60m



## Valuation at £1.80, Market cap £60m

Edison Research:

£4.12 on existing resources in the ground and NPV model

US\$38 per oz based on 2.5m oz gold in Nicaragua

US\$28 per oz based on 3.5m oz gold Group resource

US\$165 per oz gold in the ground. Yamana Gold paid for Extorre.



## Shareholders

- Mark Child (Chairman) 10.4%
- Oracle Investment Management 8.3%
- Sentry Precious Metals Growth Fund 3.9%



## Conclusion

- 2,408,000 oz gold @ 4.6g/t resource to CIM Code at La India Project – potential to be a substantial commercial reserve.
- High grade open pit of 977,000 oz gold at 3.7g/t
- Fast track open pit to 100,000 oz p.a. mine
- Prove additional open pit resources on America and Central Breccia
- Advanced stage Project: 42,000m drilled, 14,000m trenched, 3,000m tunnels, 9,000 original underground mine grade control sampled in District. 575,000 oz gold @ 13.2 g/t historic production
- Aim to produce BFS at La India Project
- 1,004,000 oz gold equivalent @ 2.6g/t in El Salvador is a bonus if moratorium lifted.
- 3.5m oz gold equivalent resource to CIM + JORC Code (Nicaragua + El Salvador)

