



# Condor Gold plc

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

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SICA Forum

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# Introduction

- AIM listed exploration company, listed 2006
- 2,500,000 oz gold at 4.6g/t in Nicaragua
  - 977,000 oz gold at 3.7g/t open pit
  - 1,523,000 oz gold at 5.7g/t underground
- 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 £1.60 = £53m or US\$85m



## NI 43-101 CIM Code Resource

- Nicaragua - 2,408,000 oz gold at 4.6g/t at La India Project
    - 765,000 oz gold at 4.4g/t in Indicated
    - 1,643,000 oz gold at 4.6g/t in Inferred including Open Pit 977,000 oz at 3.7g/t
  - 87,000 oz gold @ 3.9g/t at Rio Luna Project
  - El Salvador - 1,004,000 oz gold equivalent @ 2.6g/t
    - 30% value from silver content
- TOTAL – 3,500,000 oz gold equivalent attributable to Condor

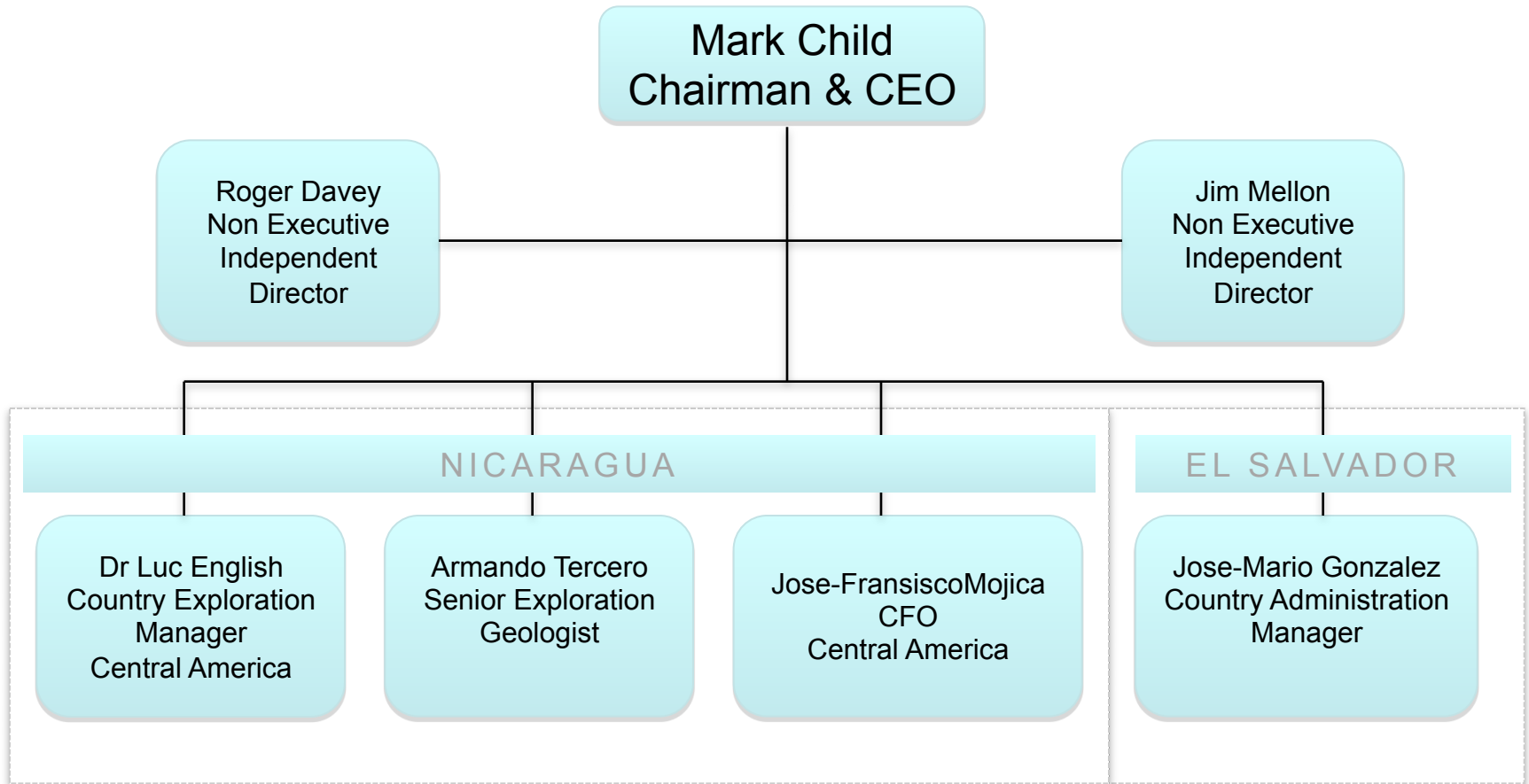


# Strategy

- 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.
- 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



## SRK reported 2,408,000 oz gold @4.6g/t CIM Code Resource

100% owned La India Project:

765,000 oz gold @ 4.4g/t indicated

1,643,000 oz gold @ 4.6g/t inferred

Includes Open Pit 977,000 oz gold at 3.7g/t with 550,000 oz indicated at 4.0g/t

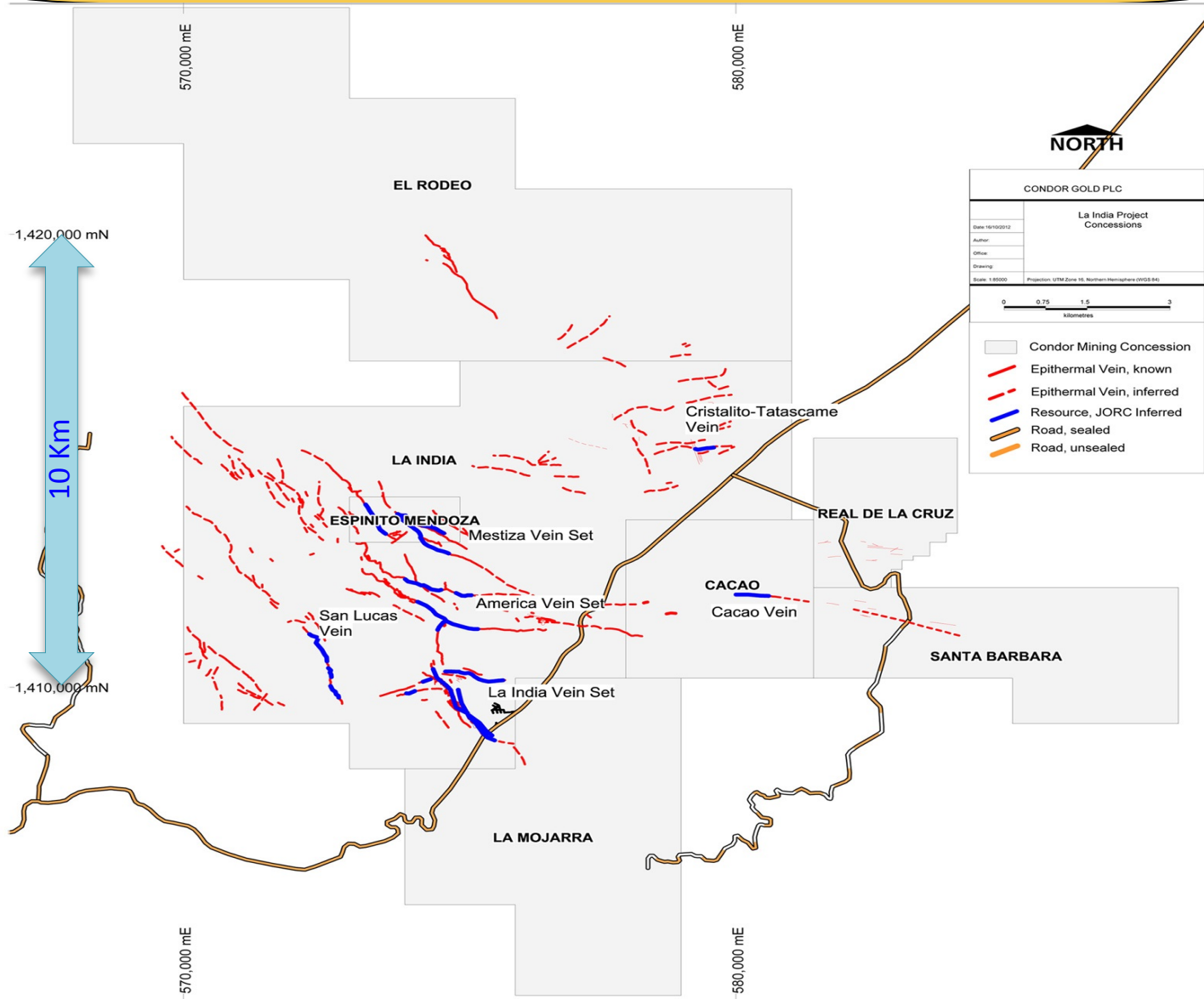
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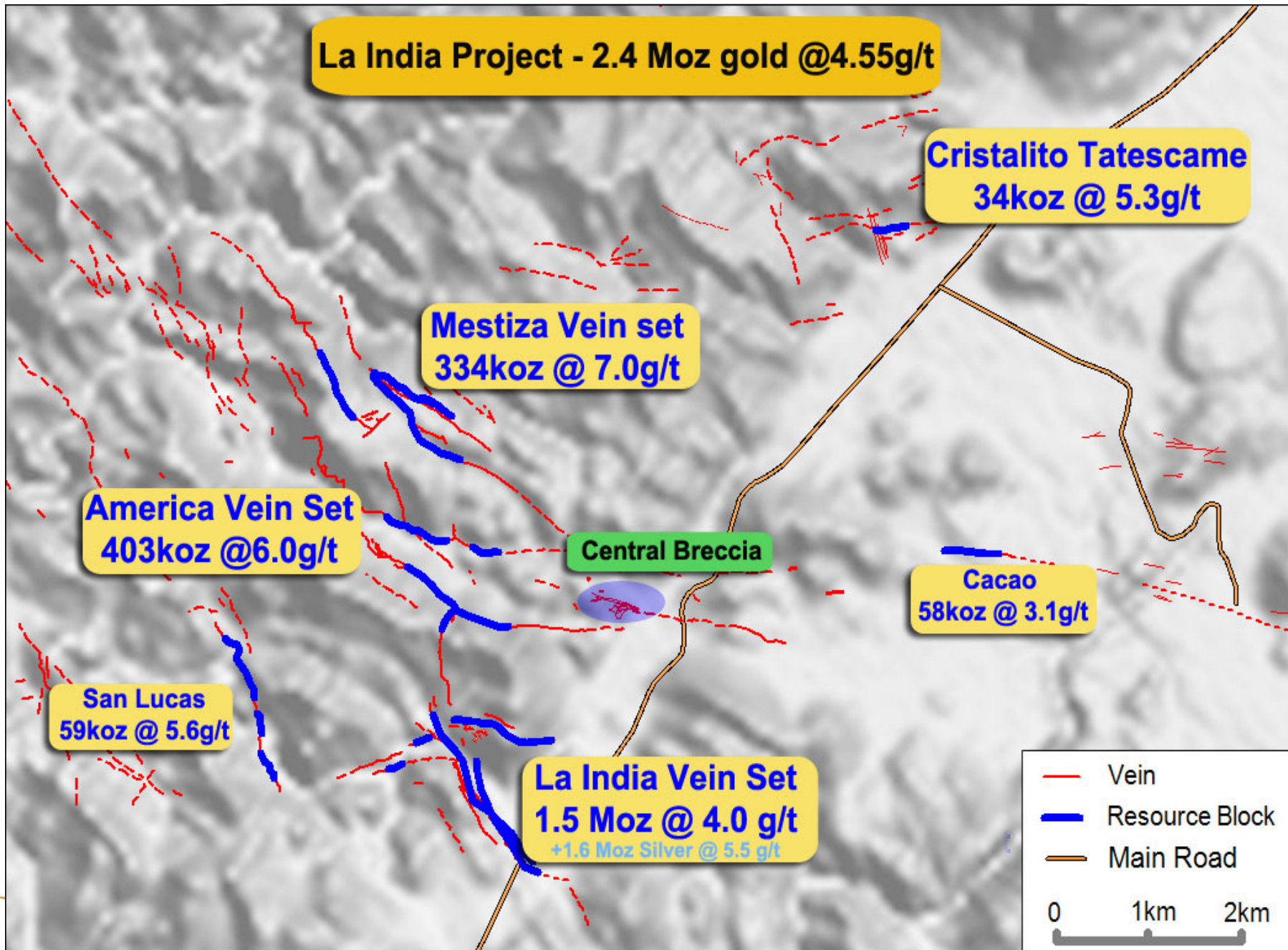
- 41,000 metres of drilling
- 295 drill holes
- 15,000 metres surface trenching
- 3,000 metres underground adit samples- tunnels opened
- 9,000 original underground mine grade control samples

SRK produced above resource in 3D model



# La India Mining District- Condor has 194 sq km





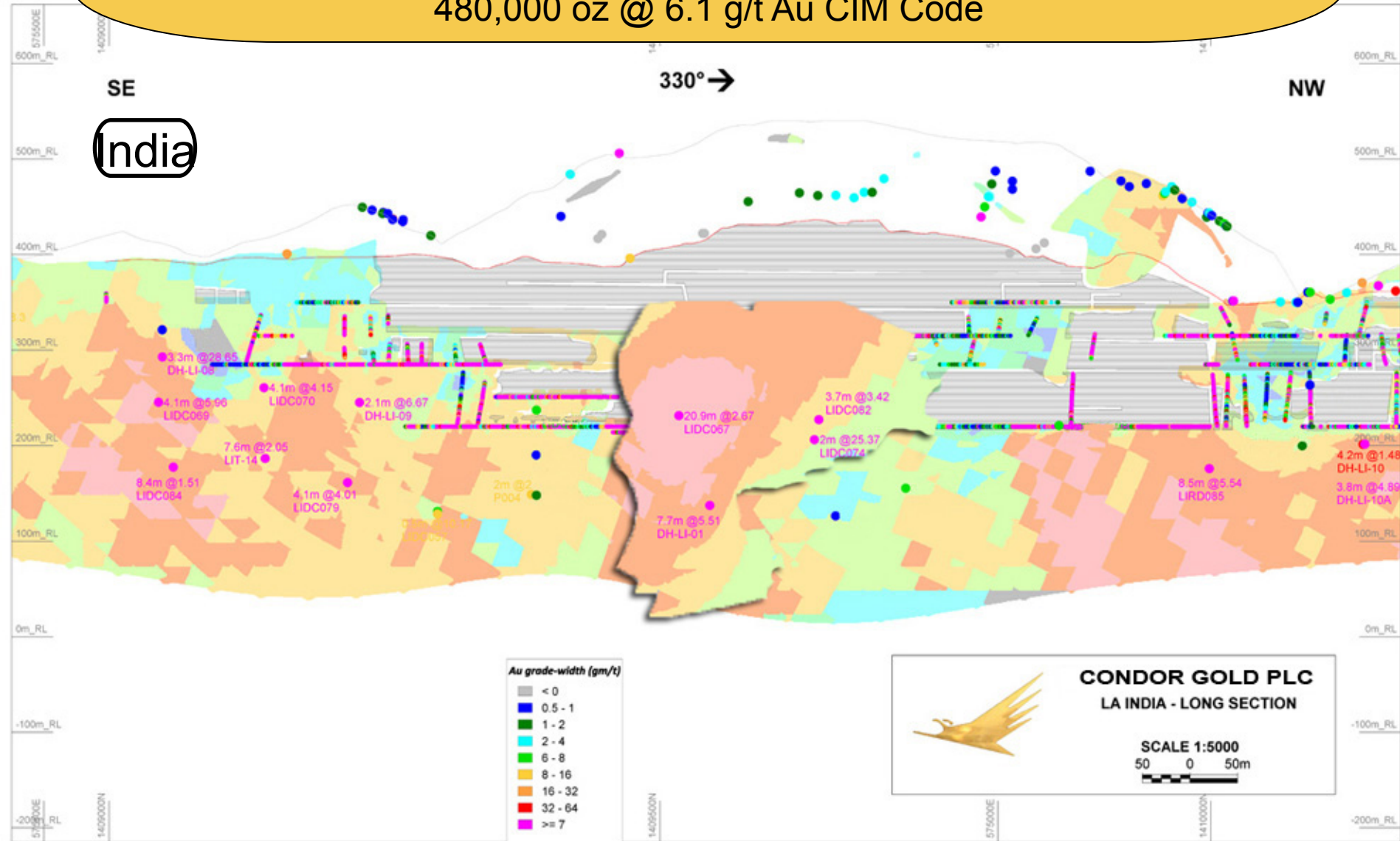
# DRILLING RESULTS – Top 25 by grade-width (gm/t)

| Rank | Vein Set        | Vein            | Hole_ID  | Intercept From (m) | Intercept To (m) | True Width (m) | Au (g/t) | Ag (g/t) | True grade-width (gm/t) |
|------|-----------------|-----------------|----------|--------------------|------------------|----------------|----------|----------|-------------------------|
| 1    | La India        | b lower         | LIDC109  | 173.15             | 185.35           | 10.8           | 34.79    | 27.3     | 374.7                   |
| 2    | La India        | a               | LIDC121  | 111.25             | 117.90           | 6.0            | 32.23    | 39.5     | 194.3                   |
| 3    | La India        | z               | LIRC105  | 25.00              | 51.00            | 25.1           | 7.73     | 11.1     | 194.1                   |
| 4    | La India        | a               | LIDC152  | 193.80             | 214.88           | 16.1           | 10.24    | 7.8      | 165.4                   |
| 5    | La India        | w               | LIRC120  | 97.00              | 108.00           | 11.0           | 10.45    | 11.1     | 115.0                   |
| 6    | La India        | z Hangingwall   | LIRC102  | 0.00               | 16.00            | 15.5           | 7.39     | 12.3     | 114.2                   |
| 7    | La India        | b Footwall      | LIRC132  | 1.00               | 8.00             | 6.8            | 12.48    | 11.9     | 84.4                    |
| 8    | La India        | a               | DH-LI-08 | 95.00              | 99.00            | 2.3            | 28.65    | 27.0     | 65.7                    |
| 9    | La India        | w hangingwall   | LIDC143  | 148.90             | 152.25           | 3.2            | 18.73    | 11.4     | 60.6                    |
| 10   | Central Breccia | Central Breccia | LIDC097  | 46.30              | 60.00            | 8.8            | 6.70     | 4.9      | 59.0                    |
| 11   | La India        | b               | LIDC137  | 233.60             | 235.00           | 1.1            | 51.57    | 52.9     | 57.7                    |
| 12   | La India        | x               | LIDC074  | 143.00             | 145.40           | 2.2            | 25.37    | 17.0     | 56.5                    |
| 13   | La India        | b               | LIDC067  | 96.01              | 119.10           | 20.9           | 2.67     | 10.9     | 55.9                    |
| 14   | Central Breccia | Central Breccia | LIDC101  | 56.35              | 102.15           | 11.9           | 4.24     | 3.5      | 50.3                    |
| 15   | La India        | b upper         | LIDC156  | 133.06             | 153.20           | 18.3           | 2.75     | 2.8      | 50.1                    |
| 16   | La India        | w upper         | LIDC151  | 83.25              | 88.45            | 4.7            | 10.55    | 18.0     | 49.7                    |
| 17   | La India        | w Hangingwall   | LIDC129  | 91.44              | 94.49            | 2.9            | 16.48    | 12.9     | 48.5                    |
| 18   | Mestiza         | BA2             | P076     | 60.30              | 62.00            | 1.0            | 46.04    | 19.4     | 48.2                    |
| 19   | La India        | b               | LIDC139  | 88.15              | 99.75            | 8.9            | 5.29     | 11.9     | 47.0                    |
| 20   | La India        | z               | LIRC117  | 49.00              | 78.00            | 28.0           | 1.63     | 3.7      | 45.7                    |
| 21   | La India        | w               | LIRD085  | 215.90             | 230.70           | 11.3           | 3.95     | 12.4     | 44.8                    |
| 22   | La India        | z               | DH-LI-01 | 178.00             | 188.00           | 7.7            | 5.51     | 6.8      | 42.2                    |
| 23   | La India        | a               | LIRD085  | 165.45             | 172.75           | 5.6            | 6.94     | 14.5     | 38.8                    |
| 24   | Cacao           | Cacao 2         | CCRD002  | 87.00              | 101.05           | 6.4            | 6.05     | 2.5      | 38.6                    |
| 25   | La India        | z               | LIDC143  | 126.00             | 130.00           | 3.9            | 9.73     | 5.5      | 37.6                    |

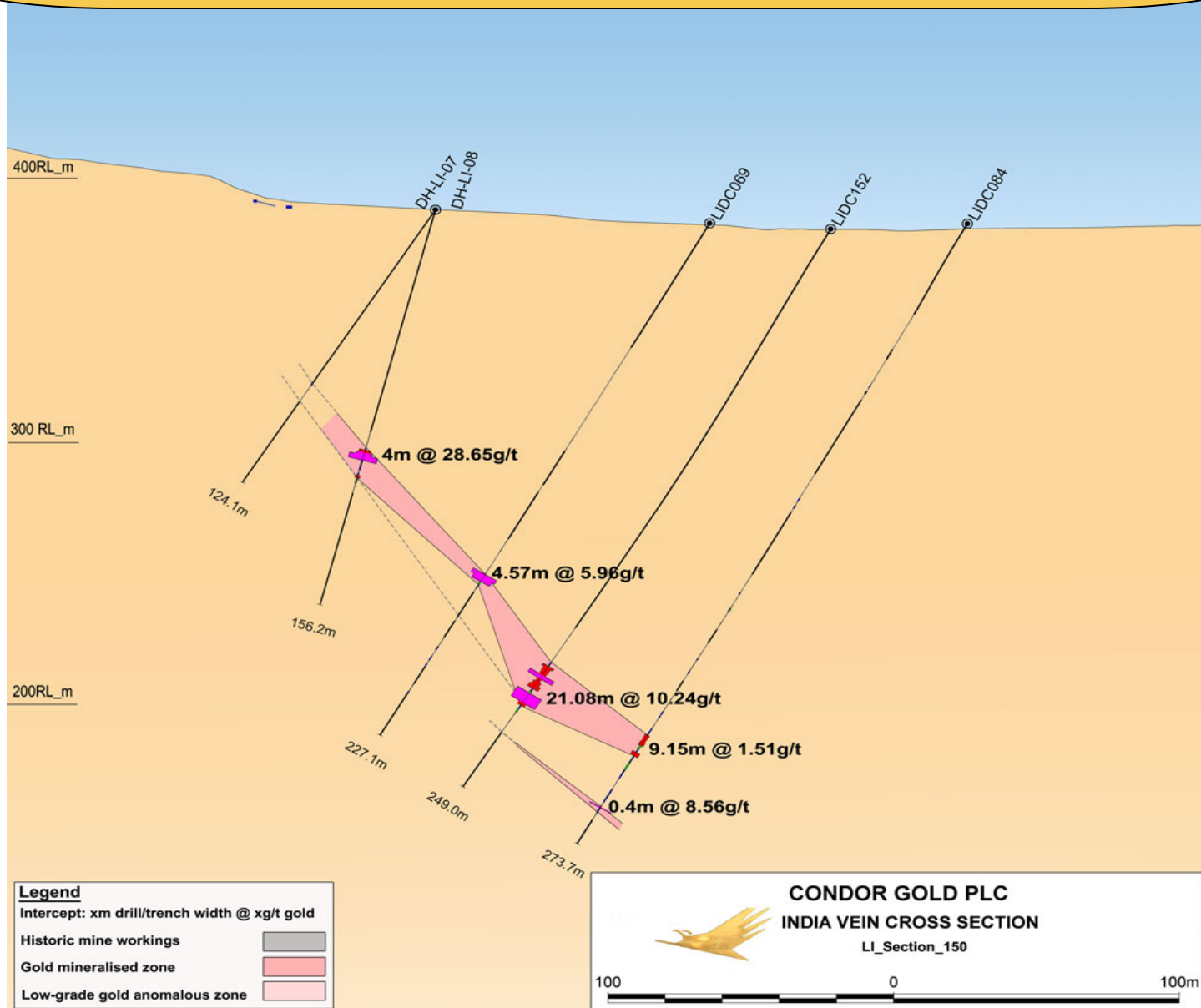
La India Vein – Historic Mine - circa 250,000 oz production  
 480,000 oz @ 6.1 g/t Au CIM Code

India

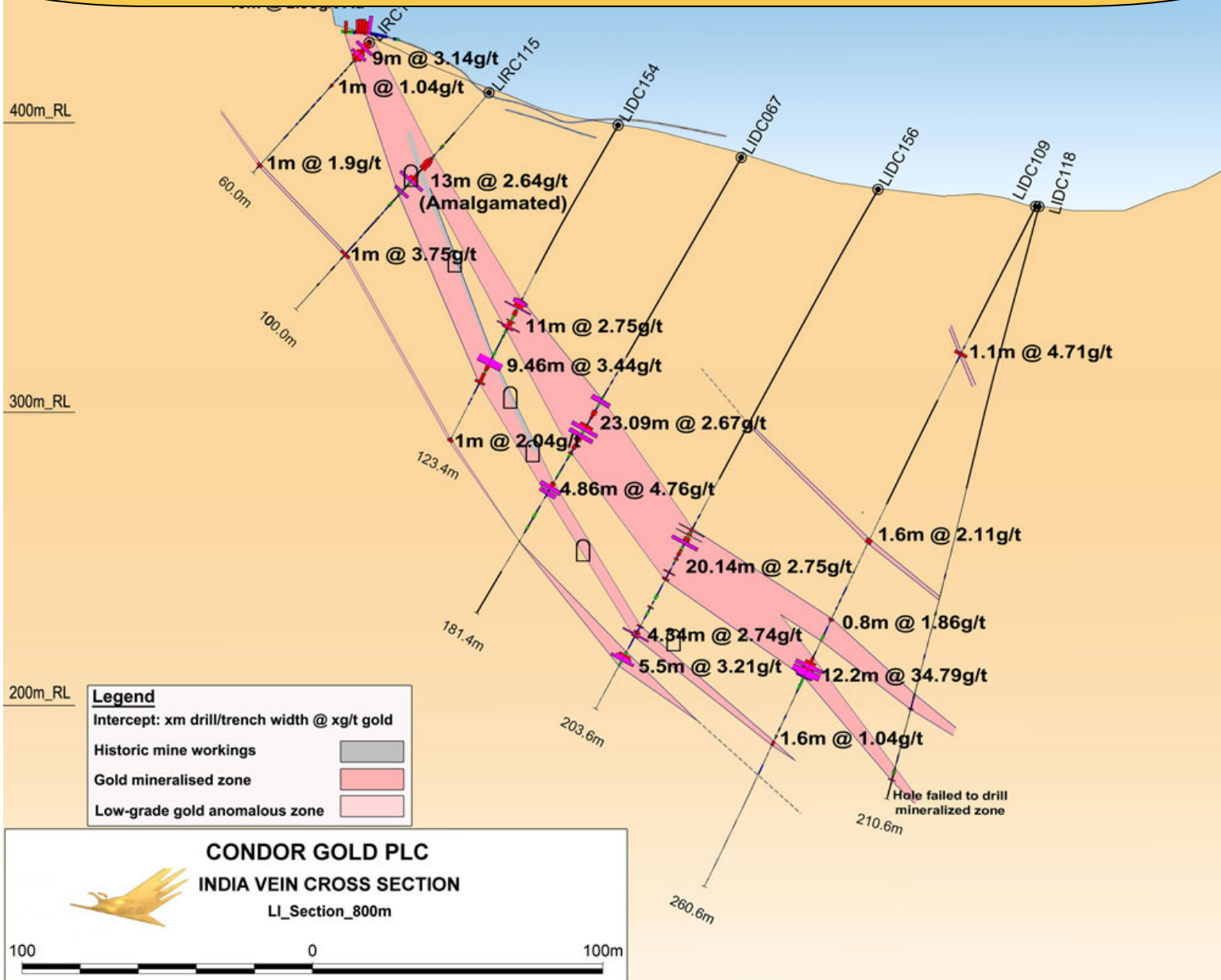
330° →



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

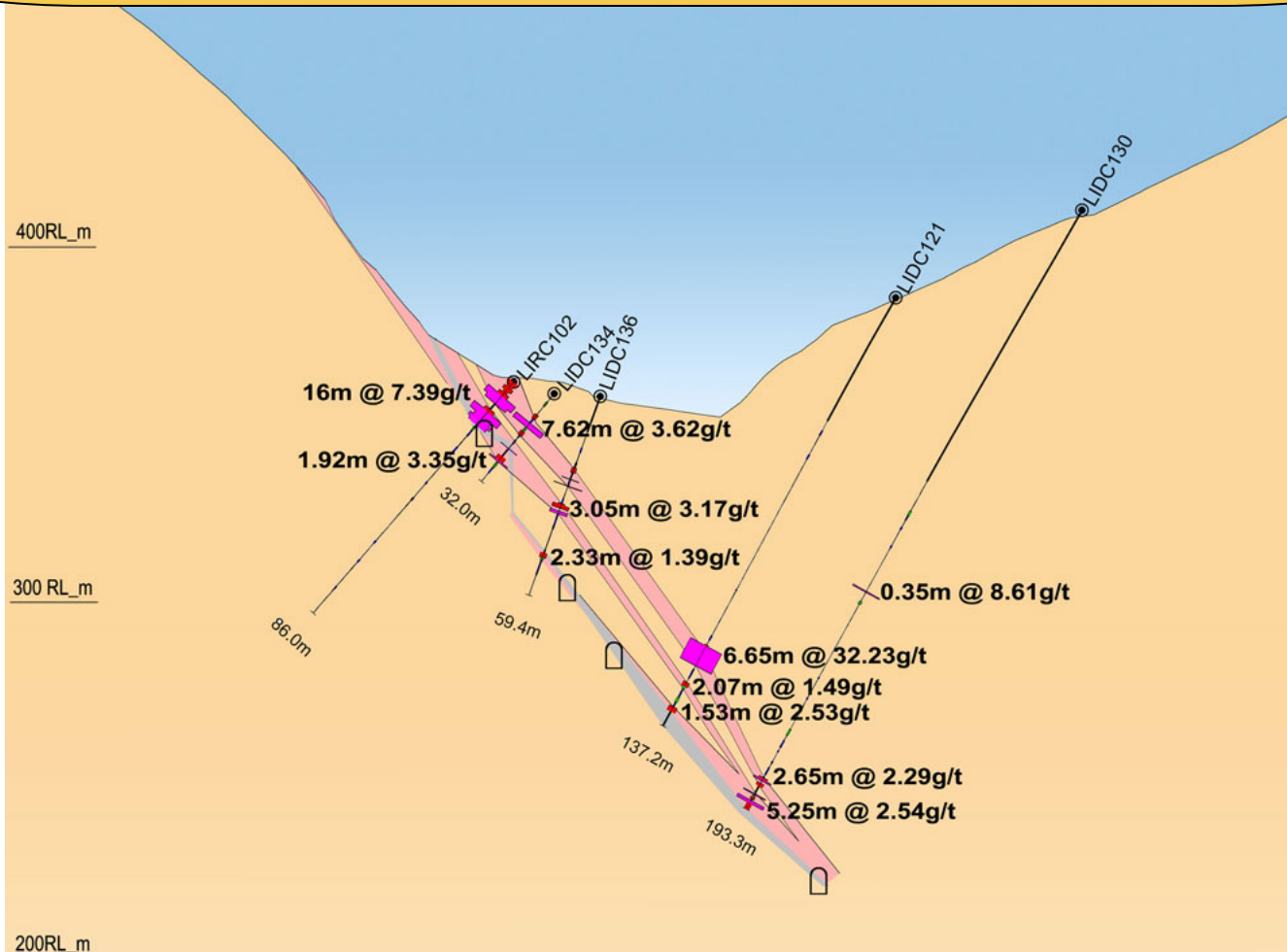


# La India Vein –Historic Mine –800m Cross section





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



**Legend**

Intercept: xm drill/trench width @ xg/t gold

|                               |  |
|-------------------------------|--|
| Historic mine workings        |  |
| Gold mineralised zone         |  |
| Low-grade gold anomalous zone |  |

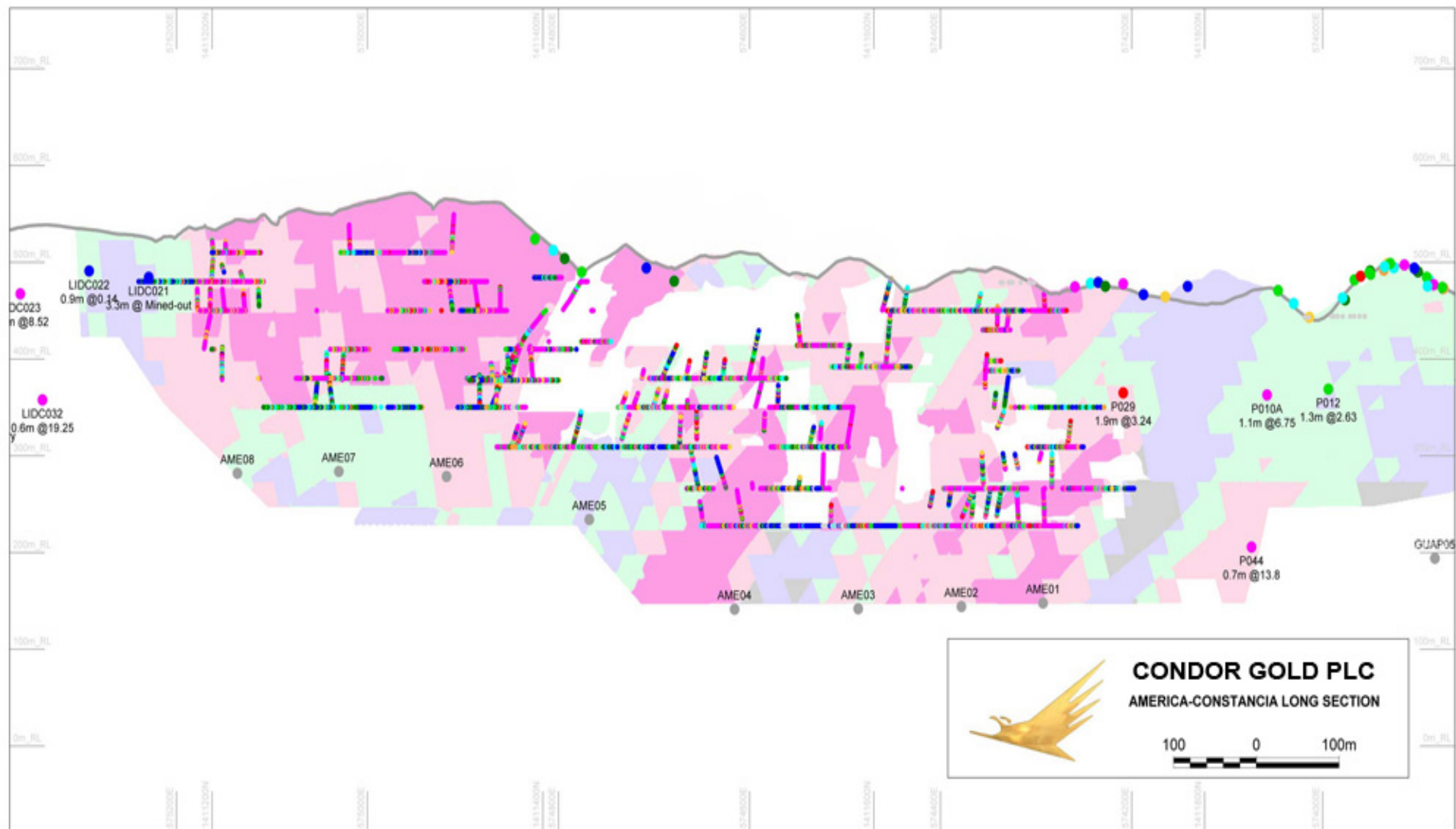
**CONDOR GOLD PLC**

**INDIA VEIN CROSS SECTION**

LI\_Section\_1150

100 0 100m

# America Vein –Historic Mine –circa 200,000 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
- 3.0m oz gold resource by Sept 2013
- Prove up open pit targets on America and Central Breccia
- Preliminary Economy Assessment in next 2 months
- Take to Bankable Feasibility Study



## El Salvador- unofficial moratorium

- ◆ Government imposed a **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, 30% silver content
- ◆ 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.
- ◆ 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?



# Chart - Share Price



# Share Capital Structure

- Ordinary shares in issue: 33,169,746
- Options: 2,578,000
- Share Price: £1.60
- Market Capitalisation: £53m



## Valuation at £1.60p, Market cap £53m

Edison Research:

- £3.40 on existing resources in the ground on UK peer group of US\$107 indicated oz gold & US\$39 inferred oz gold

US\$34 per oz based on 2.5m oz gold in Nicaragua

US\$24 per oz based on 3.5m oz gold Group resource



## Shareholders

- Mark Child (Chairman) 10.4%
- Oracle Investment Management 8.2%
- Macquarie Bank Limited 5.0%





# 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 is a game changer
- 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)

