



# CONDOR GOLD

PRECIOUS METALS SUMMIT

4<sup>th</sup> & 5<sup>th</sup> November 2014



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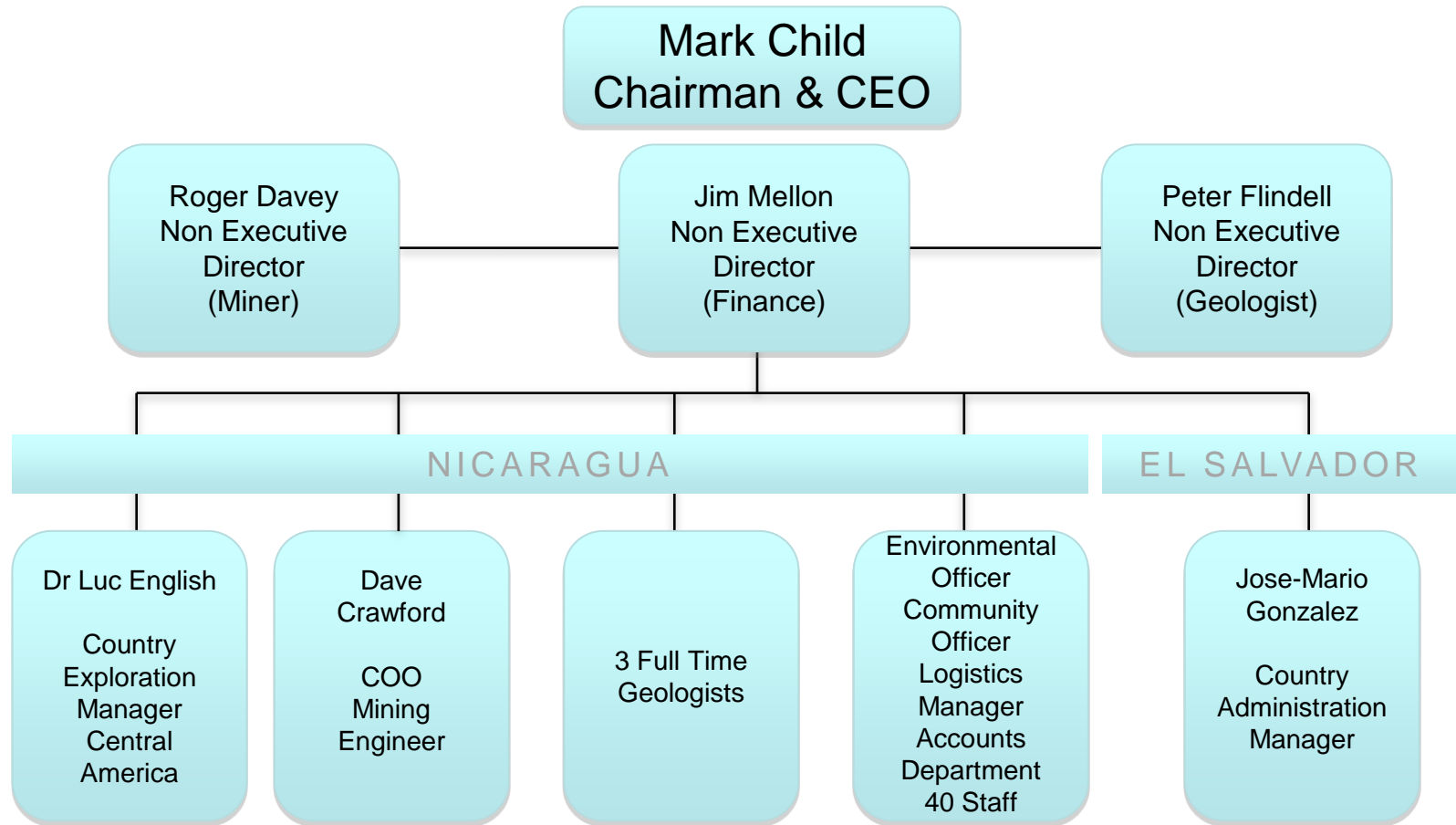


# Introduction to La India Project

- Historic production 576,000 oz gold @ 13.4g/t prior to closure in 1956. Circa 40,000 oz gold p.a. Noranda Mining
- 65,000m drilling completed
- 2.33M oz gold @ 3.9g/t to NI 43-101 CIM Code – Nov 2013
- Including 1.14M oz high grade open pit @ 3.1g/t
- Resource confined to only 10% of District
- Preliminary Economic Assessment to NI 43-101 standards suggesting lower quartile AISC, low capex and capital intensity
- Excellent Infrastructure: Main tarmac road at southern end of project. Electricity pylons by road, with hydro electric dam 10km from concession
- Situated in a country with 25 years of stability with an established mining code and a pro-mining government



# Corporate Management Structure



# Strategy Statement

Twin strategy:

- Progress La India Open Pit to PFS and BFS for 80,000 oz gold p.a. increase to 100,000 oz gold p.a by adding feeder pits and 137,000 oz gold p.a. by adding underground potential
- Continue successful exploration strategy to determine significant upside of La India Project

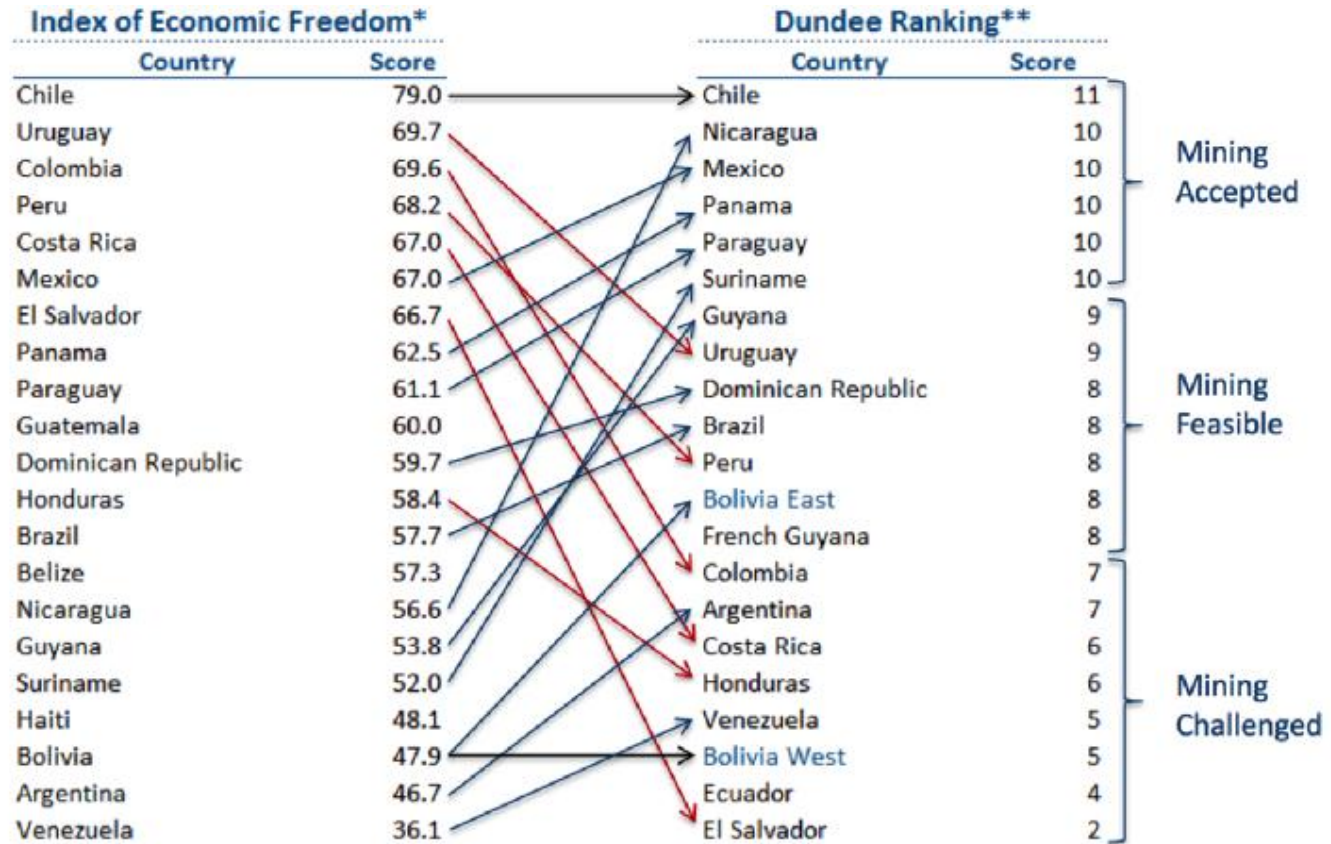


# Why Nicaragua?

- Pro-mining Government
- 3 operating mines. Nicaragua produced 311,000 oz gold in 2013
- B2Gold (BTO:TSX) 5,500tpd gold mine opened 2010
- Active artisanal mining community
- Gold has been largest export since Sept 2013
- 25 year exploration and exploitation concessions
- Democracy for over 24 years
- Political stability
- 3% royalty and 30% corporation tax
- Under explored for gold



# Comparison in Ranking



\* The Heritage Foundation in Partnership with Wall Street Journal 2013

\*\* Higher number indicative of more positive ranking, Dundee Ranking matrix is based on Dundee opinions and estimates

**DUNDEE CAPITAL MARKETS**

Sources: DCM, Factset, Company Reports, and/or Bloomberg

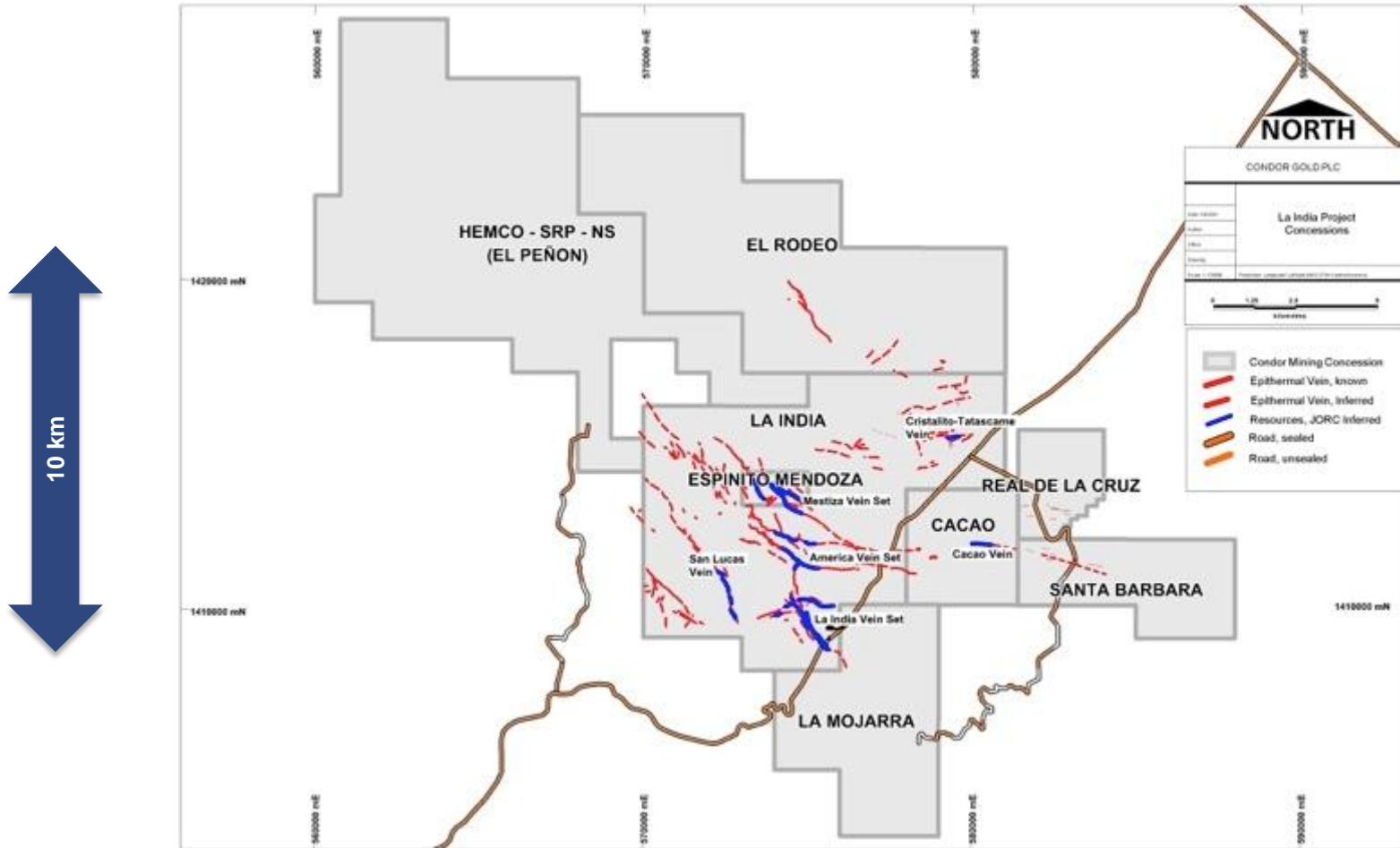


# Nicaragua Concessions – 380 sq km landholding





# La India Mining District- Condor has 280 sq km



# NI 43-101 CIM Standard Resource- Nov 2013

La India Project

1.08M oz gold @ 3.5g/t in Indicated Category

1.25M oz gold @ 4.4g/t in Inferred Category

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2.33M oz gold @ 3.8g/t

Including Open pit:

920,000 @ 3.2g/t Indicated

243,000 @ 2.6g/t Inferred

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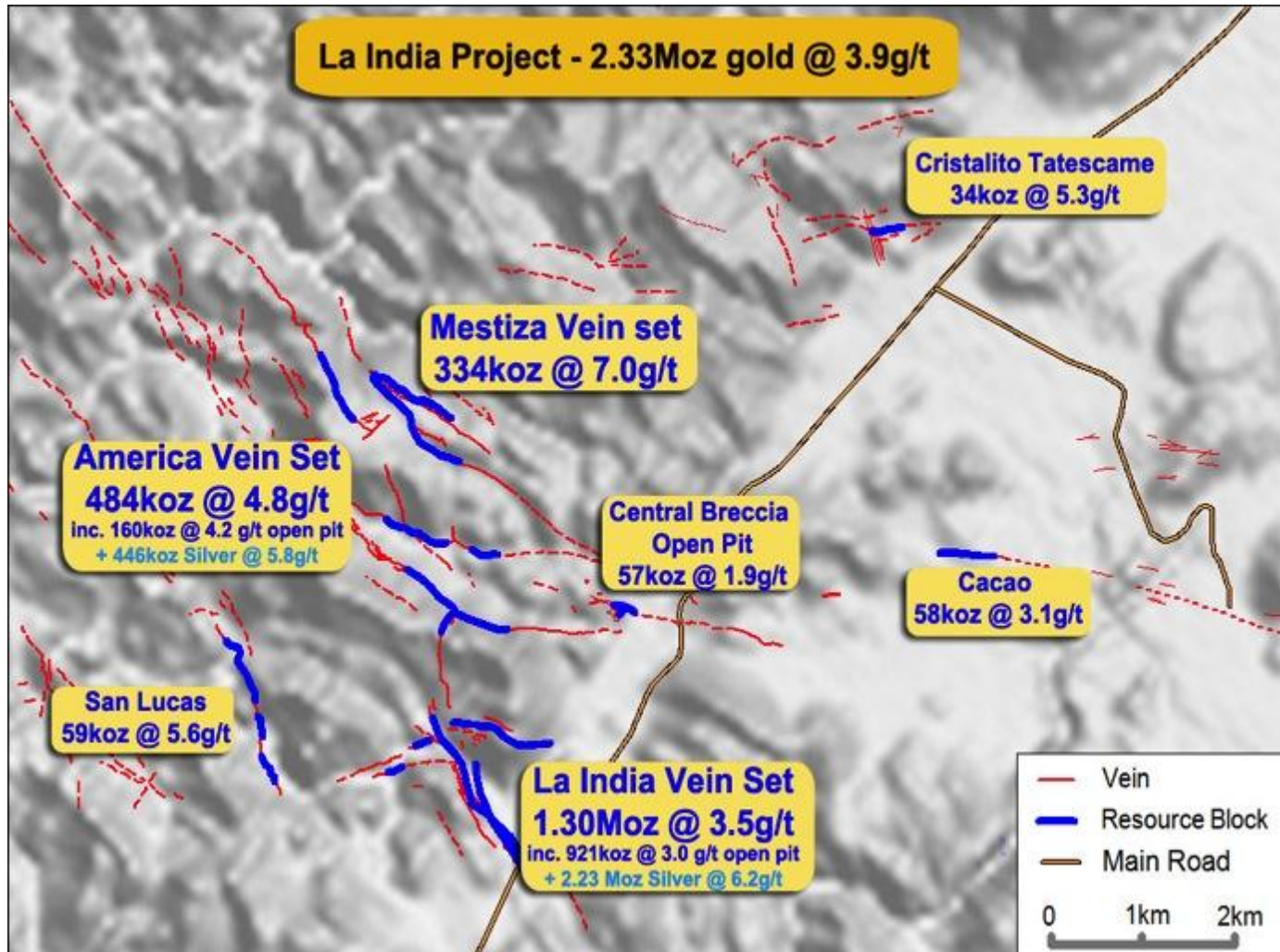
1,163,000 @ 3.1g/t

Rio Luna Project

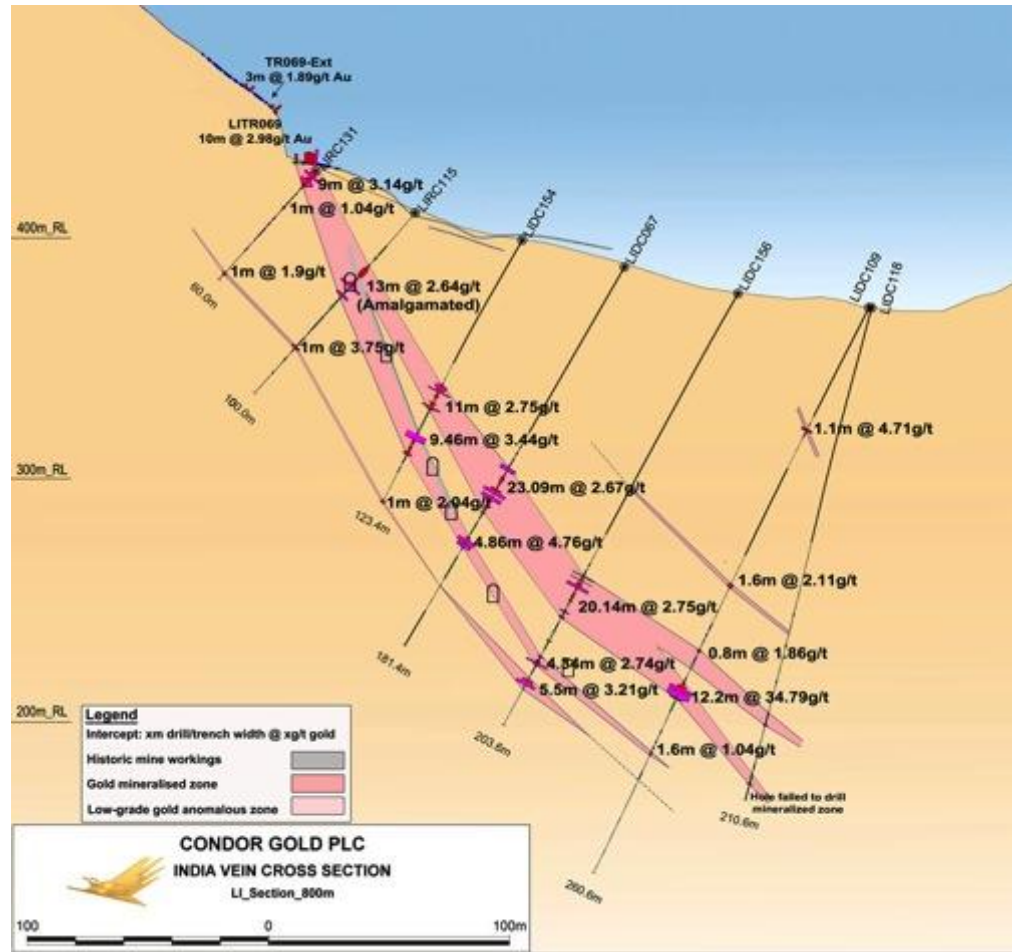
87,000 oz gold @ 3.9g/t Inferred



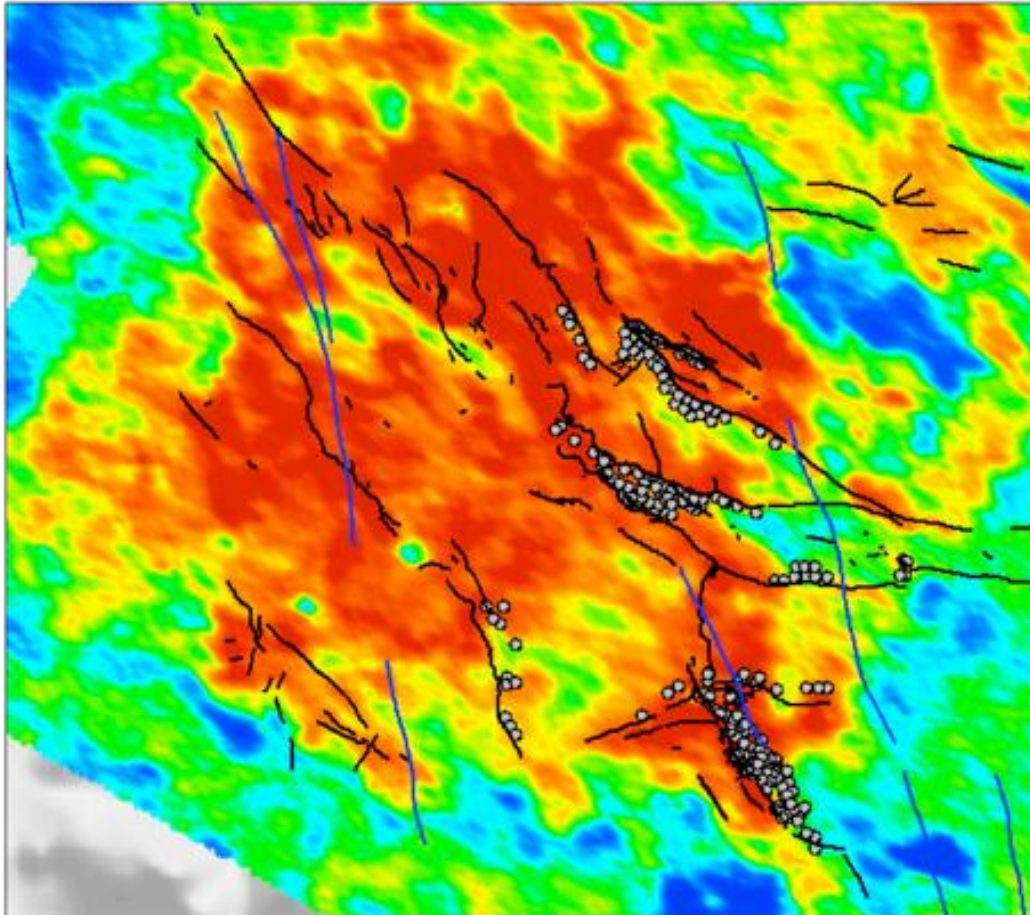
# La India Project – 2.33Moz gold



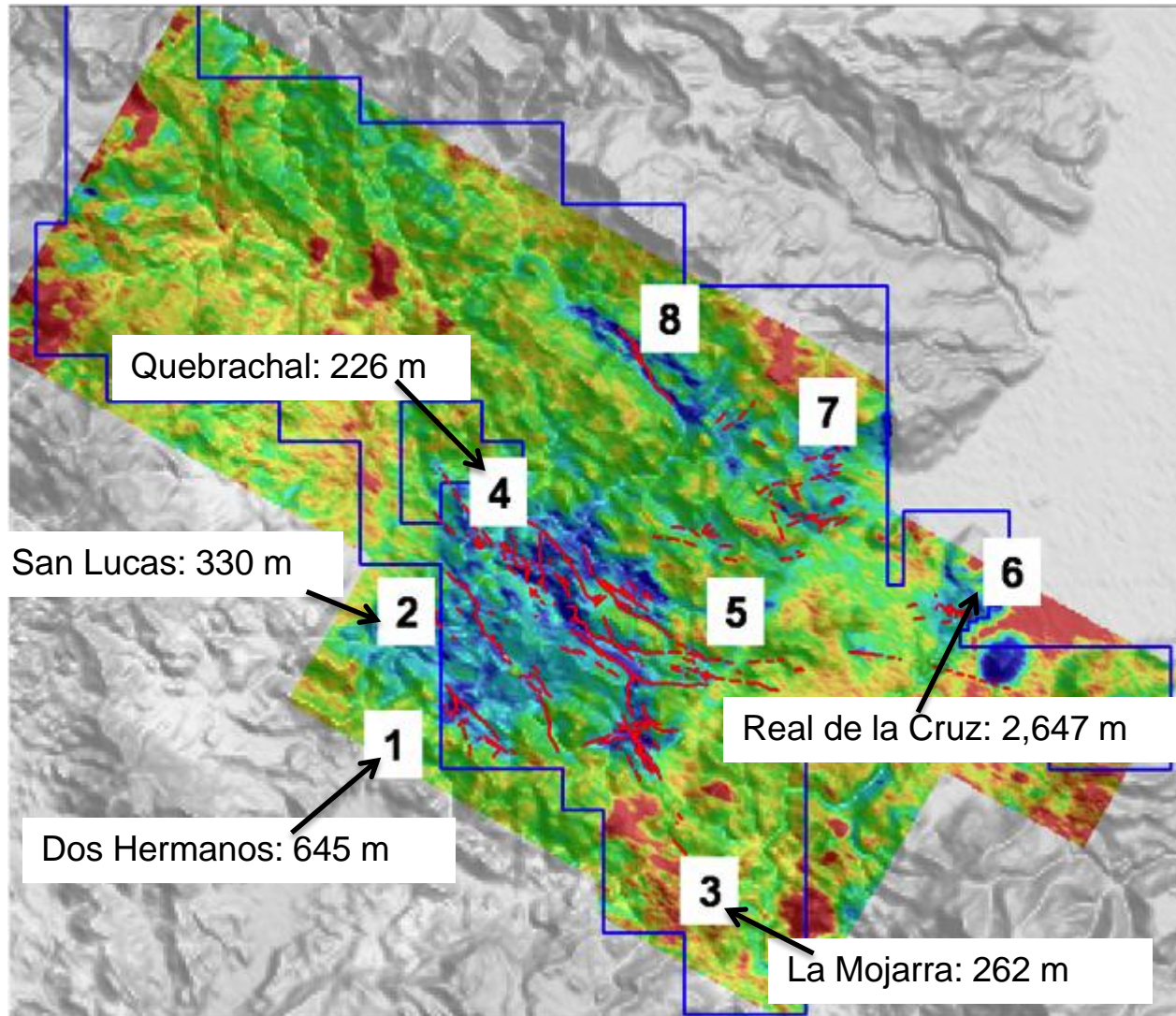
# La India Vein –Historic Mine –800m Cross section



# Geophysics: potassium's strong correlation with gold



# Exploration Upside: 4,375m Trenches in 2014



# Pre-Feasibility Study: Soon!

## Completed or Started

- Resource: completed
- Metallurgy: completed – 93% recoveries
- Geotechnical: completed – 46% pit angle
- Geochemistry: completed
- Hydrogeology: completed
- Environmental Social Impact Assessment: completed
- Mining studies and scheduling: waiting contract mining quotes
- Tailings Pond: completed
- Waste Dump: completed
- Logistics: completed
- Plant Design: completed
- Financial Model: finalising



# Plant Design Awarded to Lycopodium

Contract with Toronto Office

Design: 0.8Mtpa (2,300tpd), 1.2M tpa (3,300tpd), 1.6Mtpa (4,400tpd)

Significant step in sizing the Plant

Lycopodium can:

- Take La India Project to Bankable Feasibility Study
- Build the Plant and infrastructure
- Provide Engineering Procurement and Construction (EPCM)

Lycopodium has:

- Delivered 300 Feasibility studies
- Delivered and built 50 gold projects





# Resources used in PFS and PEA

## PFS Base Case

La India Open Pit: 840,000 oz at 3.1g/t gold Indicated Category

## PEA annex\* to PFS show upside including

La India Open Pit Inferred	80,000 oz	
America Open Pit	160,000 oz	
Central Breccia Open Pit	60,000 oz	
	<hr/>	
Open Pit	300,000 oz	Requires 8,000m of infill drilling

## PEA annex to show upside of 1.25M oz underground resource

\* To PEA level



# Production Guidance for PFS and PEAs

PFS Base case on La India Open Pit: 80,000 oz gold per annum

PEA Annex\* including 2 feeder pits: 100,000 oz gold per annum

PEA Annex\* including underground: 137,000 oz gold per annum

Artisanal miners, additional: 10,000 oz gold per annum for each case



## El Salvador – unofficial moratorium

- Government imposed **moratorium on exploration and mining** 6 years ago
- New President inaugurated May 2014. Await policy in mining
- Condor has 1,004,000 oz gold equivalent at 2.6g/t in 2 concession areas
- Pacific Rim Mining (PMU:TSX) is suing the Government of El Salvador for US\$325 million through CAFTA
- Oceanagold bought PacRim in Nov 2013 for US\$7 per resource oz gold



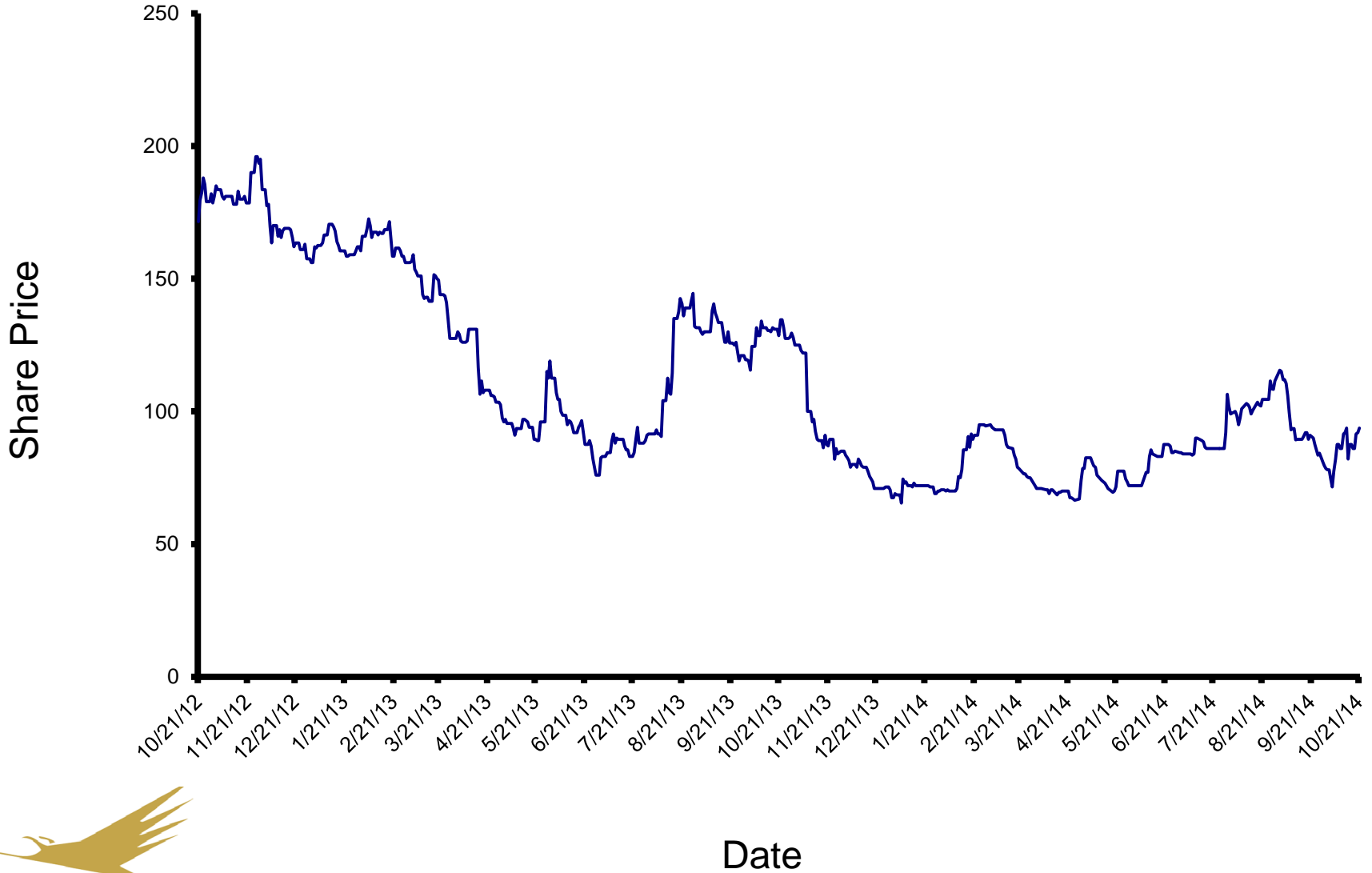
# Share Capital Structure

- Ordinary shares in issue: 45.73M
- Options: 2.83M
- Warrants ex price £2.20 1.45M
- Warrants ex price £1.44 3.56M
- Share Price: £0.90
- Market Capitalisation: £41M or US\$66M
- Cash Position at Oct 2014 £6m or US\$9.6m
- The Company's significant shareholders are set out in the table below:

Shareholder	No. of shares	Percentage of issued share capital
Regent Pacific Group	3,977,274	8.7%
International Finance Corp	3,900,000	8.5%
Mark Child	3,887,500	8.5%
Oracle Investment Management	2,748,645	6.0%
Sentry Precious Metals Growth Fund	1,281,056	2.8%



# Chart Share Price: 2 years



Date

# Market Analysis

- Current mkt cap\* generates a value of US\$22 per oz in ground based on 2.5m oz gold resource in Nicaragua
- Current mkt cap\* generates a value of US\$16 per oz in ground based on 3.5m oz gold Group resource
- B2 Gold put a value equivalent to US\$125 per oz in ground in its offer for Papillion Resources and US\$263 per production oz in the ground
- Significant exploration potential to further grow Condor's resource base

\* As at 30<sup>th</sup> October 2014 net of cash



# Summary

- High grade NI 43-101 resource of 2.33M oz gold @ 3.9g/t
- PFS scheduled one month which management expect to show a project with lower half AISC and low capital intensity
- PEA annexes to PFS to demonstrate upside
- Upside potential by adding in existing feeder pits (43-101 resource compliant) and utilisation of artisanal miners potentially increasing economic returns
- Further upside potential of adding in existing underground at a later stage (43-101 resource compliant) and leveraging of capital that would have already have been invested to further increase scale and economic returns
- Excellent infrastructure and high grade open pit mine suggests low capex requirements
- Additional significant upside through numerous identified targets on a license where the existing resource is confined to 10% of the license area

