



# Condor Gold plc

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# Introduction to La India Project

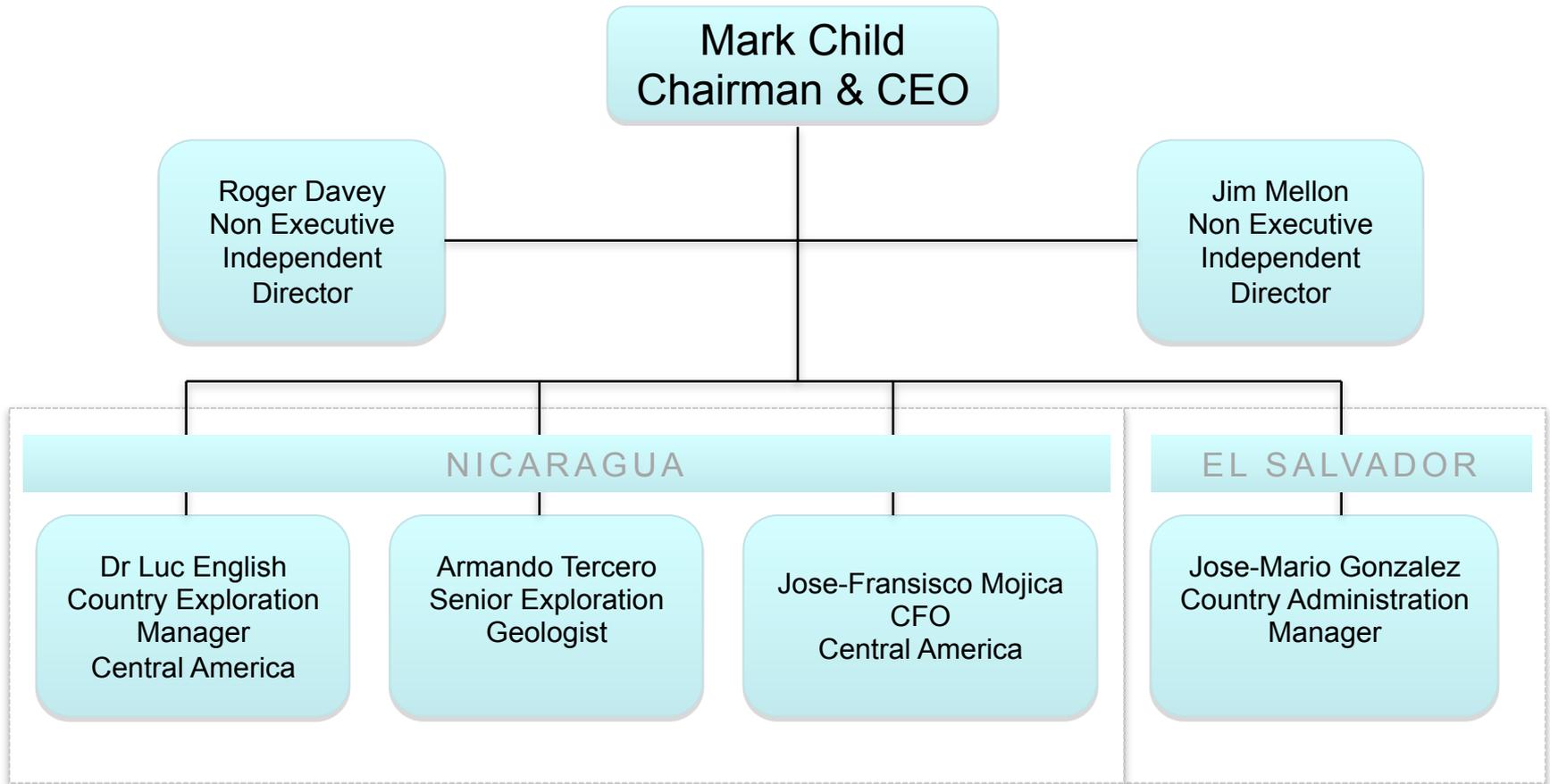
- Historic production 576,000 oz gold @ 13.4g/t prior to closure in 1956. Circa 40,000 oz gold p.a. Noranda Mining
- 2,408,000 oz gold @ 4.6g/t to NI 43-101 CIM Code – Sept 2012
- Including 954,000 oz gold at 3.6g/t high grade open pit
- Preliminary Economic Assessment to NI 43-101 standards
- 150,000 oz gold at 3.8g/t per annum production for first 8 years of 13 years
- Resource confined to only 10% of District
- Excellent Infrastructure: Main tarmac road southern end of project. Electricity pylons by road



# Nicaragua Concessions – 380 sq km landholding



# Corporate Management Structure

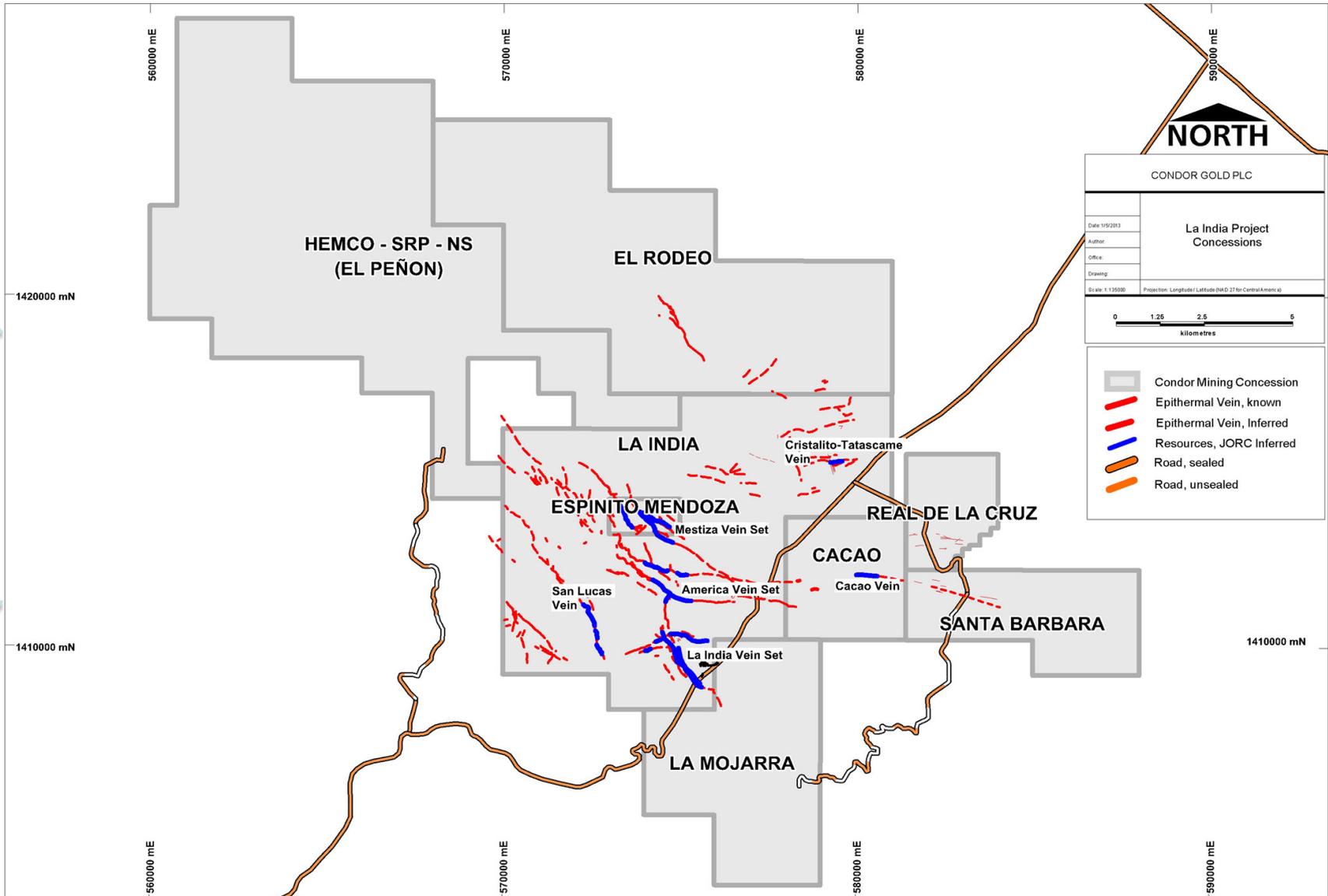


## Why Nicaragua?

- 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 2<sup>nd</sup> largest export in 2012
- 25 year exploration and exploitation concessions
- Democracy for over 20 years
- Political stability
- 3% royalty and 30% corporation tax
- Under explored for gold



# La India Mining District- Condor has 280 sq km



# NI 43-101 CIM Standard Resource- Sept 2012

## La India Project

765,000 oz gold at 4.4g/t in Indicated  
1,643,000 oz gold at 4.6g/t in Inferred  
2,408,000 oz gold at 4.6g/t

## Including Open pit:

554,000 at 4.0g/t Indicated  
423,000 at 3.4g/t Inferred  
977,000 oz gold

## Rio Luna Project

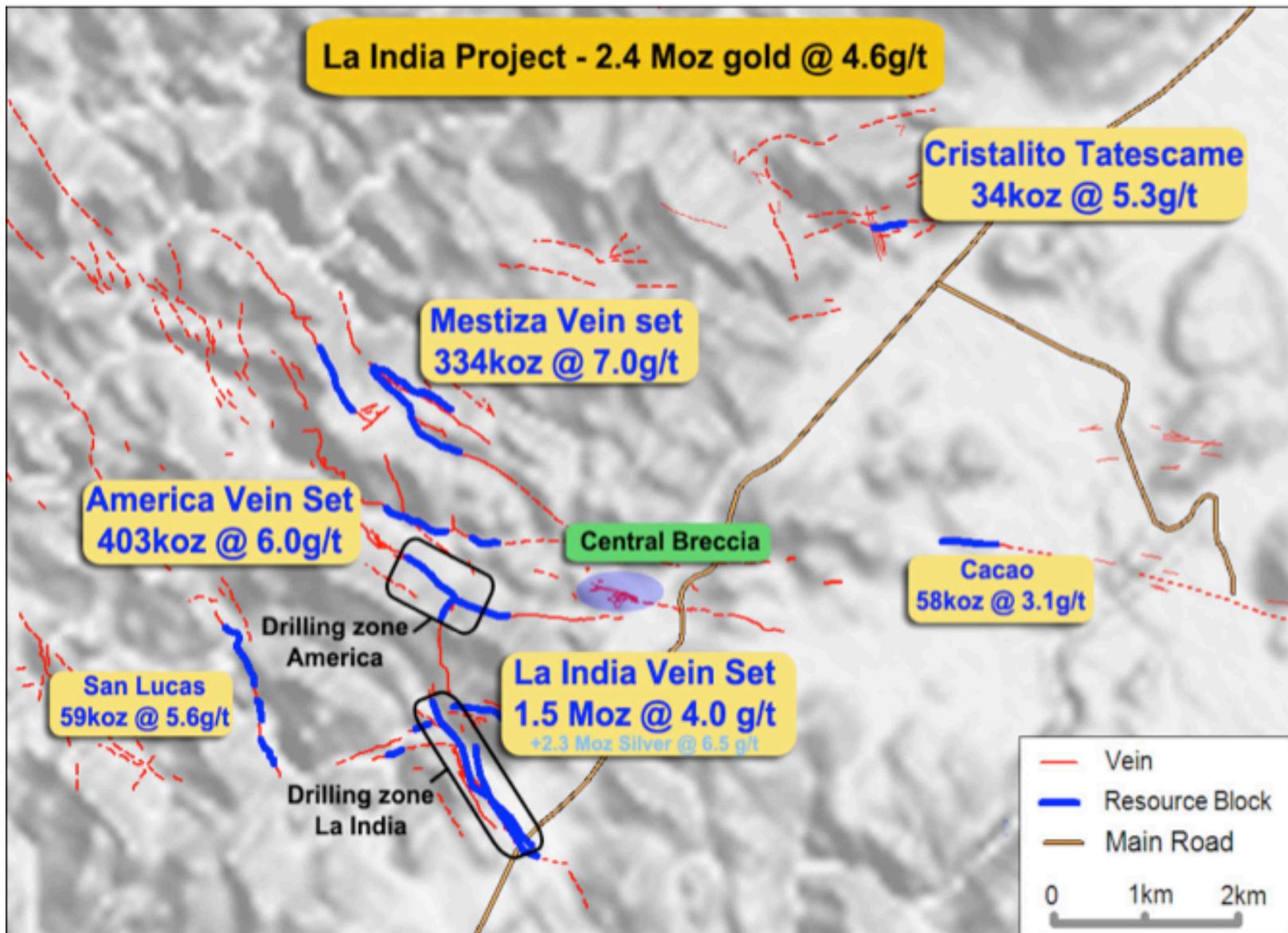
87,000 oz gold at 3.9g/t



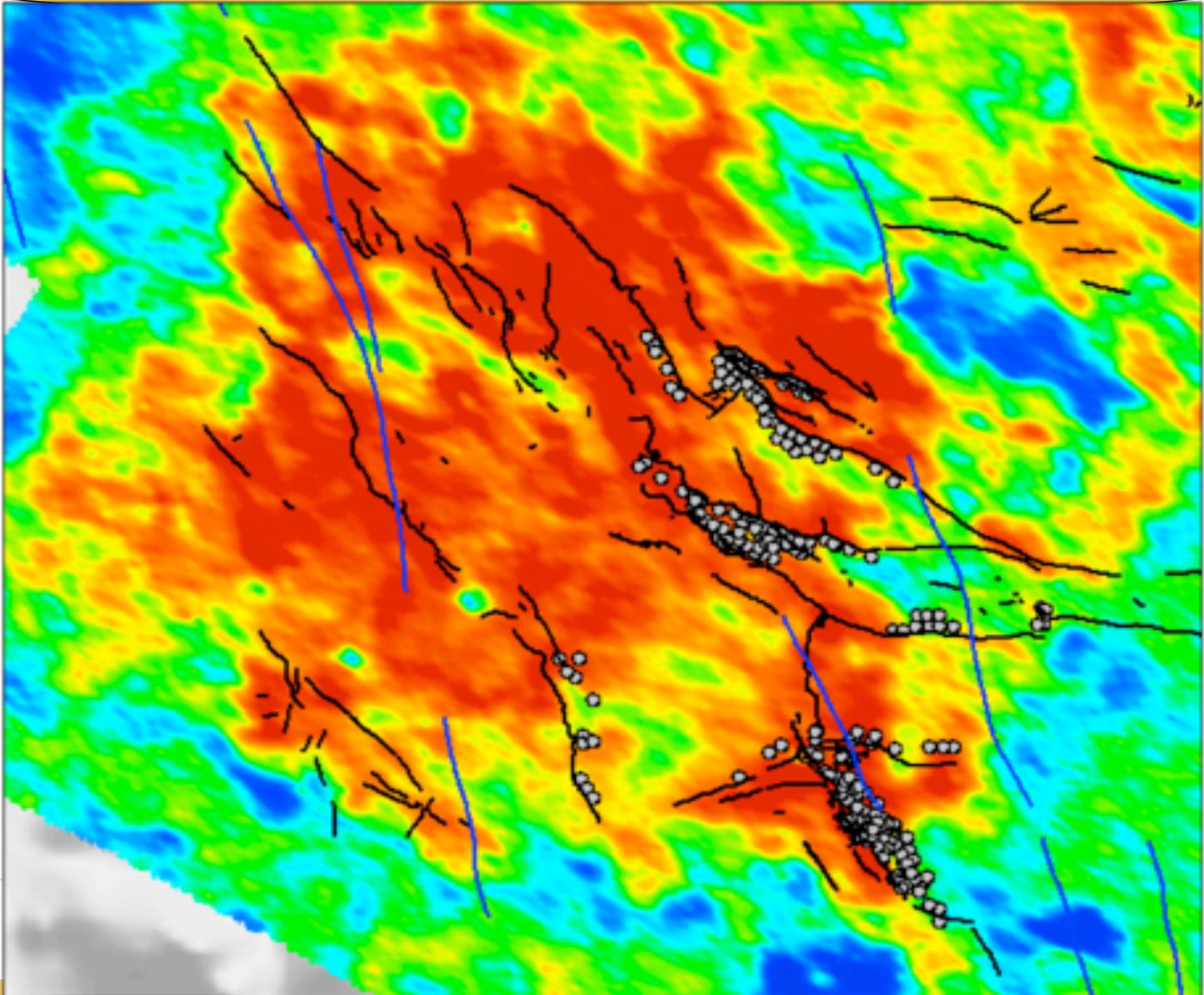
## Preliminary Economic Assessment : NI 43-101 standards

- Based on 2.4m oz gold at 4.6g/t 43-101 compliant resource Sept 12
- 1,463,000 oz recovered gold at average grade 3.8g/t
- 152,000 oz gold production per annum for first 8 years
  - 88,000 oz open pit
  - 64,000 oz underground
- Cash cost US\$575 per oz gold over life of mine
- Pre-production capital cost of US\$180m mine & processing
- Pay back period 3 years
- NPV US\$325m, based on US\$1400 gold price net of 3% royalty and after 30% corporation tax
- IRR 33%
- Excludes 23,600m drilling programme completed 1<sup>st</sup> Sept 2013



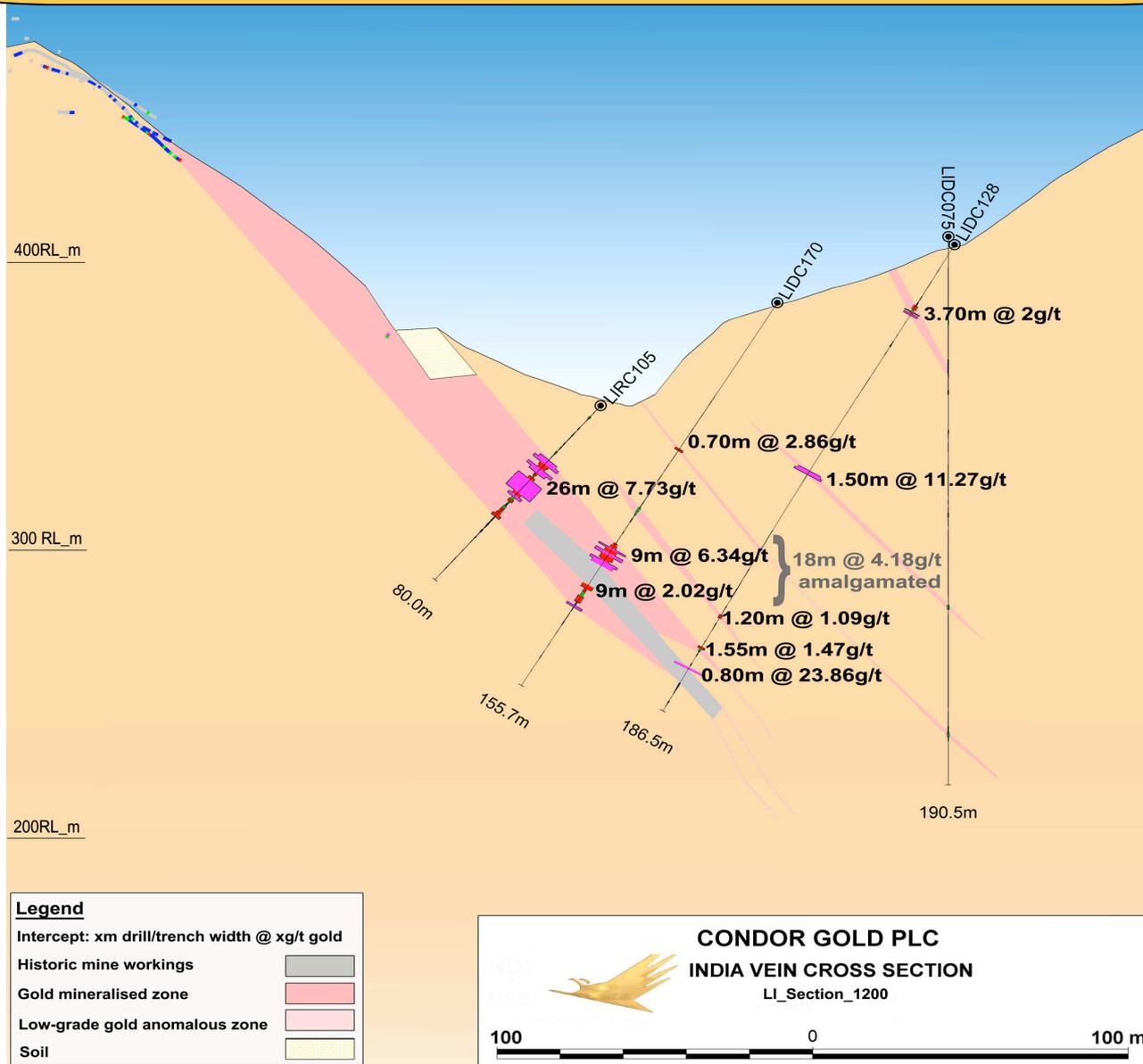


# Geophysics: potassium's strong correlation with gold





# La India Vein –Historic Mine –1200m Cross section

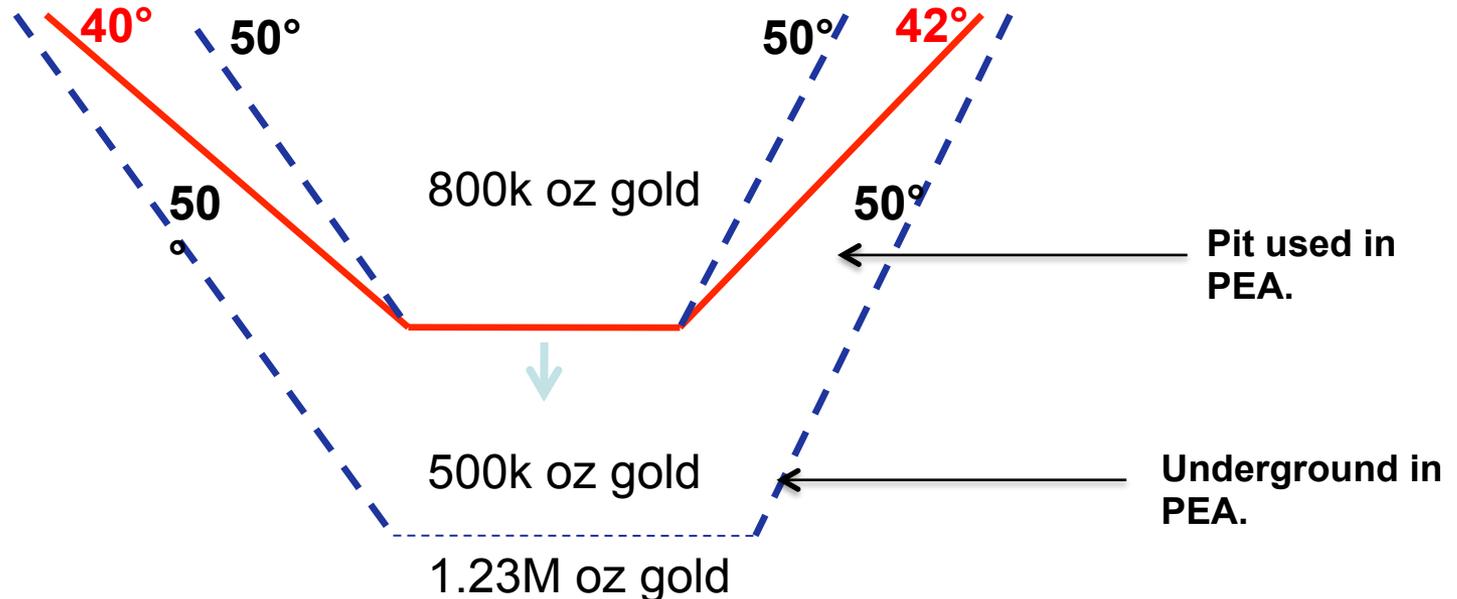


## 23,600m Drilling Completed on 1<sup>st</sup> Sept 2013

- 14,000m in fill drilling on La India Open Pit
  - Completed August 2013. Excellent results. Wide zones 18m at 4.2g/t gold
  - High grade at surface 4.8m at 37g/t from 12m depth
  - Targeting 1m oz gold in Indicated Category within open pit
- 1830m geotechnical drilling on La India Open pit-steeper pit angles
- 5500m on America to test for feeder open pit + resource increase
- 2300m on Central Breccia to prove open pit -completed



# Geotechnical Drilling La India Open Pit



- 800k oz pit 42°/40° angle cash costs \$680 per oz
- 800k oz pit 50° angle cash costs \$560 per oz
- 1.23M oz pit 50° angle cash costs \$702 per oz



## Key Drivers for 2013 for La India Project

- Resource update due end October 2013, additional 23,600m drilling
- Total open pit indicated resource target over 1m oz gold vs current 554,000 oz and underground resource of 200,000 oz gold to Indicated
- Geotechnical report for pit angles due Sept 2013
- La India Open Pit resource of 800,000 oz gold used in PEA to increase circa 25% to over 1m oz gold.
- La India Open Pit production could increase to 100,000 to 120,000 oz p.a. from 88,000 oz p.a. in PEA
- Targeting definition of two small feeder pits on each of America and Central Breccia
- Metallurgical test work to PFS level confidence due November 2013
- Environmental and Social Impact Assessment progresses
- Follow up work on recent geophysics results



## El Salvador- unofficial moratorium

- ◆ Government imposed **moratorium on exploration and mining** 4 years ago. Government is indecisive.
- ◆ No progress expected under President Funes. Elections in 2014
- ◆ 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\$325 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. Government doing nothing about report.

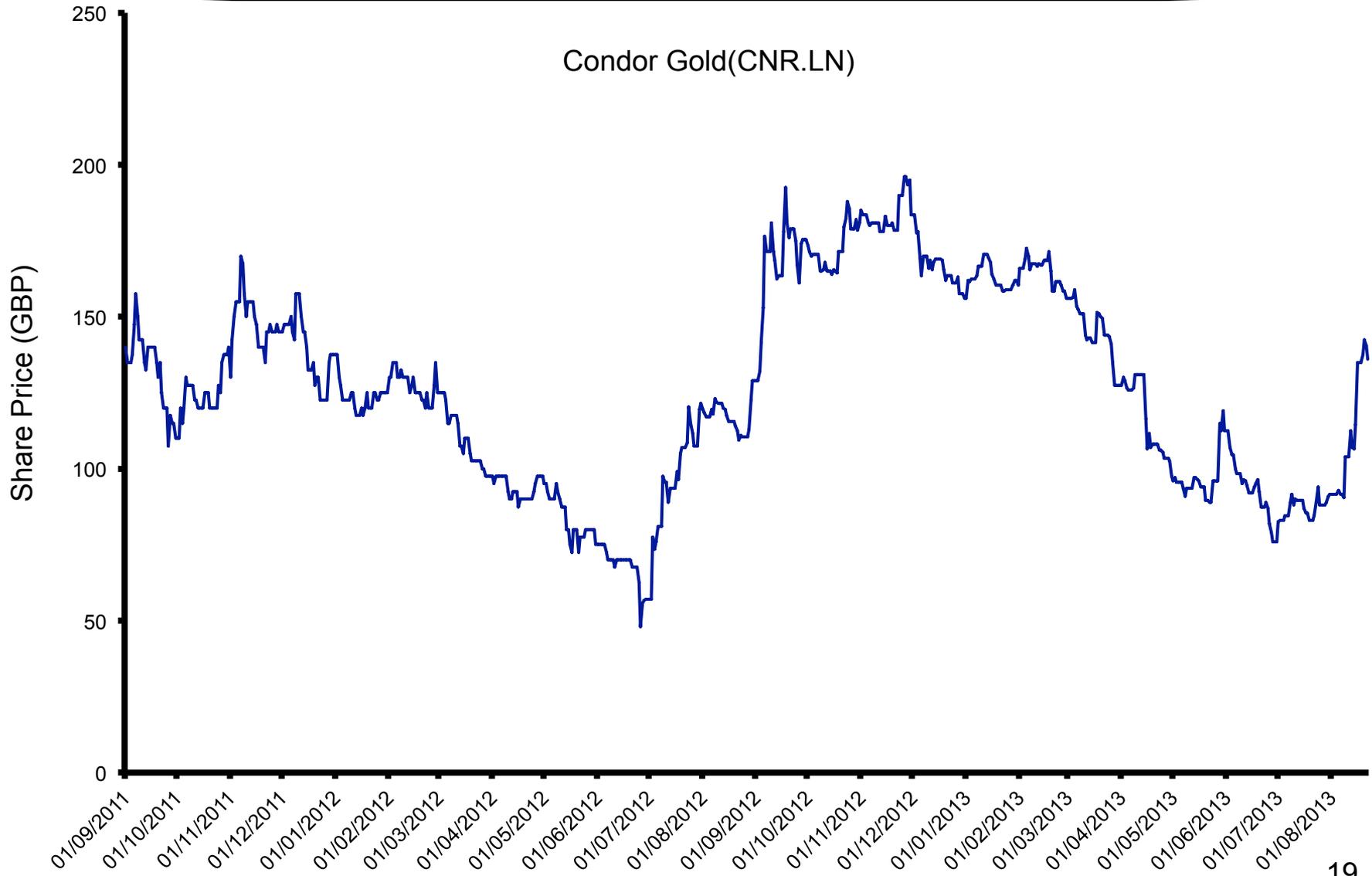


# Share Capital Structure

▪ Ordinary shares in issue:	37,873,960
▪ Options:	3,373,000
▪ Warrants ex price £2.20	1,458,333
▪ Share Price:	£1.30
▪ Market Capitalisation:	£49M or US\$76M
▪ Cash Position at Apr 2013	£7m or US\$10m



# Chart of share price: 2 years



## Valuation at £1.30, Market cap £49M or US\$76M

Preliminary Economic Assessment by SRK Consulting March 2013

- NPV US\$325m at US\$1400 gold price
- Market cap is 25% of NPV

Edison Research March 2013 NPV US\$320m

US\$30 per oz in ground based on 2.5m oz gold in Nicaragua

US\$22 per oz in ground based on 3.5m oz gold Group resource

US\$77 per oz gold in ground or US\$212m, Highland Gold paid 2.8m oz Kekura Deposit in Russia in April 2013

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

Significant exploration upside!



## Shareholders

- Regent Pacific Group 10.5%
- Mark Child (Chairman) 9.3%
- Oracle Investment Management 7.3%
- Sentry Precious Metals Growth Fund 3.4%



## Conclusion

- NI 43-101 resource of 2.4M oz gold @ 4.6g/t.
- NI 43-101 PEA showing 150,000 oz gold p.a. for first 8 years
- US\$575 per oz gold cash cost over LOM
- 3 year pay back
- 50% open pit and 50% underground over LOM in PEA
- 23,600m drilling since last resource update
- Resource update Oct 2013 targeting 1.3m oz gold Indicated
- Focus on 100,000 oz p.a. open pit in PFS
- Aim to produce BFS at La India Project
- Condor has a strong cash position of £7.0m in March 2013
- 1M oz gold equivalent @ 2.6g/t in El Salvador - bonus if moratorium lifted.

