

Dear Shareholders and Colleagues,

We have been busy this last month as I am sure you will be aware. Just over a month ago on the 19th of March we raised £1 million, and since then we have repaid YA Global (Yorkville), a finance provider, the total outstanding amount of £442,619. This we announced on the 1st of April. Second, we repaid Cornhill Capital Limited their bond for a total of £400,110 (£208,388 net) and this we announced on the 16th of April. Finally in stages over the period we have retired through conversion the whole of the Magna Partners convertible loan amounting to £363,078. Thus in just over a month we have eliminated all our finance debt and convertibles, amounting to a gross £1,205,807 and a net £1,014,085.

We also announced on the 14th of April the execution of the sale agreement for our Colombian Gold asset and yesterday we announced that our associate in Australia, Resource Star Limited (RSL) had signed a conditional agreement to acquire a majority stake in a confectionery and brand marketing business targeted at Greater China, and with initially exclusive rights to manufacture and sell 'Candy Crush' branded products. Over the month the value of our holding in RSL has increased by 62.5% to AUS\$849,357 and the value of our RSL options has increased by 105% to AUS\$46,919, for a total current value of AUS\$896,277.

Those interested in further detail on this RSL transaction can view it on the ASX website, where it is summarised at [this link](#) and can see the accompanying and very interesting presentation at [this link](#).

Given that Easter came in the middle of the period and over Easter events tend to slow down we have accomplished a lot in the last month in terms of clearing debts and readying the company for action. The first act of the play is now over: our intention that this is not the end of the drama and that the action will develop in subsequent acts.

We see many opportunities, and are reappraising all aspects of the business so that we should be fully capable of exploiting these opportunities.

We welcomed the opportunity for meeting investors and supporters at the UK Investor Show last Saturday and we also participated in the Mining session that day which can be seen at [this link](#). We also gave a presentation which is at [this link](#). We will continue to talk about the company in public forum over the coming weeks.

Yours,

Andrew Bell

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