



CONDOTO PLATINUM

27 APRIL 2012

QUARTERLY ACTIVITY REPORT – March 2012

ASX Symbol: **CPD**

Level 4, 66 Kings Park Road
West Perth WA 6005
Phone +61 8 6141 3500
Fax +61 8 6141 3599
www.condotoplatinum.com.au

BOARD OF DIRECTORS

Mr William Hayden
Non-Executive Chairman

Mr Philip O'Neill
Managing Director

Mr Brian Thomas
Non-Executive Director

Mr Jay Stephenson
Company Secretary

PROJECT

Condoto Project

ISSUED CAPITAL

Shares on Issue:	45,655,004
Partly Paid Shares:	6,000,000
Unlisted Options:	10,160,000

HIGHLIGHTS

- **Signing of a definitive Tenement Assignment and Royalty Agreement with the Novita Higher Community Council.**
- **Visit to the Novita base camp by the Colombian Chamber of Mines.**
- **Closing of a \$4.2 million private placement.**
- **Launch of a newly rebranded website.**
- **Staffing up of technical personnel at Novita.**
- **Bulk sampling equipment has been shipped and expected in camp by the end of June.**
- **Relinquishment of the Mallee Hen Project**

CORPORATE

On January 31, 2012, the Company announced that it signed a definitive Tenement Assignment and Royalty Agreement with the Novita Higher Community Council of Colombia covering a 105,975 hectare land position in Choco Department that is highly prospective for platinum and gold mineralization. Part of the Novita Land Position overlaps some of the Company's current licenses.

The Novita Council represents the Afro-Colombian community of Novita which, along with other Afro-Colombian communities in the region, holds certain preferential rights in the assignment of mining concessions on land covering its community, as set forth in the Colombian constitution.

In exchange for the assignment of the Novita land position to which the Novita Council has preferential rights, the Company agreed to pay a royalty equal to 17.5% of the net revenue return, minus adjustments as set forth in the Agreement, from the mineral sales from the tenements assigned for each quarter. The Company will begin to pay the Royalty on the later of the first assignment date and the date of the commencement of mineral sales from the tenements.



Signing of the Tenement Assignment and Royalty Agreement

The Colombian Chamber of Mines had several staff members – including Executive Director Cesar E. Diaz Guerrero - join Condoto Platinum at its Novita base camp for the signing ceremony to mark the significance of the ground-breaking and “first of its kind” agreement with an Afro-Colombian community in Colombia.



Signing Ceremony Picture

On February 3, 2012, the Company closed a successful \$4.2 million financing, before costs, by way of private placement. The Company issued 5,955,000 shares at \$0.70 per share. The placement was strongly supported by new and existing Australian and international institutional and sophisticated investors. The 5,955,000 Shares represented the maximum allowable issuance of shares for a capital raise without the requirement of shareholder approval.

In conjunction with the signing of the Tenement Assignment and Royalty Agreement and the closing of the private placement financing, the Company launched a newly rebranded website that can be visited at www.condotoplatinum.com.au.

CONDOTO PLATINUM PROJECT

The Company has completed the establishment of a new GIS database created from former Choco Pacific exploration data and continues to staff-up with technical personnel as it gears up to commence exploration. The company has engaged an engineer and an Afro-Colombian geologist to help meet its exploration requirements.

The company has procured equipment, including 2 Knelson centrifugal concentrators, 2 Gemini tables, and 2 gravel pumps to facilitate bulk sampling in the project area. All of this equipment has shipped and is expected to be in camp by the end of June, 2012.

The company has established a good working relationship with the Novita community as well as maintaining an open dialogue with the neighbouring communities of Condoto and Tado. The Company has also established a dialogue with the Acadesan community and hopes to foster and grow this relationship to potential mutual benefit in the months to come. The Acadesan community is located south and west of the community of Novita.

MALLEE HEN PROJECT

In order to concentrate on the highly prospective Condoto Project in Colombia, the Company has decided to relinquish its rights to the Mallee Hen Project in Australia. The relinquishment process is completed and the Mallee Hen Project has been returned to Drake Resources.