



CONDOTO PLATINUM

30 October 2012

QUARTERLY ACTIVITY REPORT – September 2012

ASX Symbol: **CPD**

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BOARD OF DIRECTORS AND MANAGEMENT

Mr William Hayden
Non-Executive Chairman

Mr Philip O'Neill
Managing Director

Mr Brian Thomas
Non-Executive Director

Mr David Forest
Chief Operating Officer

Mr Jay Stephenson
Company Secretary

ISSUED CAPITAL

Shares on Issue:	50,155,004
Partly Paid Shares:	6,000,000
Unlisted Options:	10,360,000

HIGHLIGHTS

- **David Forest hired as Chief Operating Officer**
- **Cooperation Agreement signed with Evelio Casimiro Martinez Asprilla (“Martinez”) to commence bulk sampling initiatives at the Martinez alluvial mining operation (the “Martinez Project”)**
- **Construction commenced on bulk sampling circuit and gold room at the Martinez Project**

CORPORATE

On September 20, 2012, the Company hired Mr David Forest to be the Chief Operating Officer of Condoto Platinum NL (the “Company”). Mr Forest is a current director and former Chief Operating Officer of TSX listed Sunward Resources where he played a pivotal role in advancing the Titiribi project in Colombia to its current 11 million ounce gold and 1 billion pound copper endowment.

Mr Forest has worked for over a decade in the oil & gas, mining, and environmental sectors. He previously managed the energy research division at Casey Research. He graduated with an Honours degree in Geology from the University of Alberta. The Company looks forward to drawing on his operational and in-country experience to advance the Company’s precious metals initiatives in Colombia.

On August 29, 2012, the Company signed a Cooperation Agreement with Evelio Casimiro Martinez Asprilla (Martinez”) in order to commence bulk sampling on the Martinez alluvial mining operation in the area of Novita, Colombia. The Martinez Project is an active and productive mine with an area of 445 hectares within the 105,975 hectare land position of the Novita Higher Community Council (the “Novita Council”).

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The Cooperation Agreement will conform to the terms of the Definitive Tenement Assignment and Royalty Agreement signed between the Company and the Novita Council in January 2012.

The Cooperation Agreement gives the Company a right of sale over 100% of all produced metals other than gold, along with 25% of produced gold, as part of the bulk sampling process. The agreement is for a term of 5 years and can be extended by mutual consent.

The commencement of bulk sampling initiatives will be a major milestone for Condoto Platinum. It will allow the Company to objectively assess the head grade on one of the many alluvial operations in the Novita Council tenement area, where Condoto Platinum holds exclusive rights on mineral development. The upcoming bulk sampling work will also determine the scale of increases in recovery that can be generated at such operations through the installation and use of best-in-industry equipment and processing techniques, while possibly providing a modest revenue stream to the Company.

Operations

The Company has commenced the construction of a bulk sampling circuit and a gold room at the Martinez Project in the area of Novita, Colombia. The circuit will be comprised of mining equipment including: a trommel, Knelson centrifugal concentrator, magnetic separator, cone separator, gravel pump, slurry pump, and conveyor belts. Upon completion, the gold room will host the Gemini tables and provide a secure area for final precious metals extraction. The gold room will be finished and bulk sampling initiatives will be commenced by the end of 2012.



(Construction of Bulk Sampling Circuit)



(Construction of Gold Room)

The Company continues its regional geological program in the Condoto project area. During the quarter, sampling programs were initiated in the area of Cerro Torra, Cerro La Esperanza, and Novita Viejo. The objective of the sampling program is to identify potential hard-rock targets in the Condoto Project area.

To date, the regional geological program has been successful in identifying a number of dioritic to granodioritic intrusives, emplaced into the regional metavolcanic-sedimentary sequences of the project area. Elsewhere in Colombia and throughout the South American Cordillera, such lithologies are associated with significant gold-copper porphyry and epithermal mineralization. A number of targets identified to date by the Company display quartz-sericitic alteration of the type associated with the outlying zones of mineralized bodies. Mapping and sampling of these zones is ongoing.

Regional exploration work is also focusing on areas of significant alluvial production by local miners, where it is believed that potential exists to discover the vein systems feeding these alluvial deposits.



(Alluvial mining camp at the Iglesias Stream in the Cerro La Esperanza area)