

30 August 2016

COURT DECLARES ADMINISTRATION INVALID

ASX code: CDB

The NSW Supreme Court has today declared that Mr Dominic Calabretta's purported appointment as Administrator of Condor Blanco Mines Limited ("Condor", "the Company") was *"invalid, void and of no effect"*.

Consequently, Condor is not, and never has been, in Administration.

The Company's Board invalidly appointed Mr Calabretta as Administrator of Condor on 4 July 2016. At that time, Condor's Board comprised only of Mr Glen Darby and Mr Timothy Stops. Both these former Directors were subsequently removed by shareholders on 5 July 2016.

The Court found that these previous Directors who purported to appoint Mr Calabretta (in particular Mr Stops) had not formed the required opinions in good faith regarding the Company's solvency.

The Court also found that Mr Darby was *"motivated by an improper purpose of negating the power and influence of the incoming directors and defeating the will of the members who were about to put those directors into office."*

The Court has not yet reached a decision regarding costs. Condor expects to update to the market on this issue within the next two weeks.

During the period since the election of the new Board on 5 July 2016 until the Court's decision today, the invalid Administrator restricted the activities that Condor and its Directors had been able to undertake, causing the Company's operations to be limited solely to addressing the issue of invalidity, and preventing the Company from progressing intended strategic and operational agendas.

These restrictions have also prevented Condor maintaining disclosure obligations to the market. However, following the Court's decision today, the Company's Directors look forward to keeping the market informed in a timely and appropriate manner.

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Executive Chairman

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