



26 May 2015

ASX Release

**Update on Isla Cristalina Belt Project (Project) – Uruguay**

Gladiator Resources Ltd (**Company**) wishes to provide the following update in respect of the Joint Venture Agreement between the Company, Ferrominas S.A. (previously Vientorman S.A.) and TSX listed Orosur Mining Inc. (**Orosur**) and its subsidiaries dated 29 July, 2010 (**Agreement**).

The Company has been advised by Orosur that they dispute the Company's 51% interest in the Project, notwithstanding that the Company has completed the first two phases of exploration under the joint venture. The Company notes that Orosur has previously confirmed the Company's 51% interest in Orosur's "Annual Information Form for the Year Ended May 31, 2014" which was released to the Toronto Stock Exchange on August 28, 2014.

Further, Orosur have informed the Company of their intentions to assume management of the Project and thus relieve the Company and its subsidiaries of its current management role. The Board of the Company is of the opinion that such a request is not in accordance with the agreement and as such will take appropriate measures to protect the Company's interests and rights.

The Company will continue to engage Orosur with a view to resolving the dispute between the two parties. However, the dispute will likely be referred to an independent arbitrator. Pursuant to the Agreement any arbitration must take place in Toronto, Canada.

The Company will provide further updates to the market as soon as it is able.

Please contact the Company Secretary on the number below for further enquiries.

A handwritten signature in blue ink, appearing to read "Andrew Draffin", is positioned above the name and title of the signatory.

Andrew Draffin  
Company Secretary