



Condor Resources Plc

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Condor Resources plc
("Condor" or "the Company")

Inaugural Reverse Circulation Drilling Commences at the El Cacao Project, Nicaragua

Condor Resources PLC (AIM: CNR) is pleased to announce that inaugural drilling commenced on its Cacao Prospect located in the El Limon area of the historical La India Mining District in Nicaragua on 11th July. The first Reverse Circulation drill hole was completed on the same day at a final depth of 60 metres.

The drill hole intersected the main Cacao quartz vein over a 6 metre interval from 37 metres drill depth, confirming the northward dip of the vein observed in trenching. A second, 3 metre wide quartz vein was intersected 10 metres further down the drill hole. Both veins have 4 metre thick quartz vein stockwork zones in the hanging and footwalls, within wide zones of argillic alteration. A previous trenching program revealed assay results of up to 14 grams per tonne gold on a defined mineralised structure of approximately 400 metres which is now being tested.

The second drill hole is currently underway in a 1,000 metre drilling programme of eight drill holes designed to test the depth extension of good trench intersections defining mineralisation in a one to two vein system extending over a 400 metre strike length. Drilling will test to an approximate 100 metres vertical depth. The drilling combined with existing trench intercepts will cover the main Cacao vein with an 80m x 80m grid, which, pending positive assay results will enable calculation of an initial inferred resource. The Directors believe that the Cacao vein system could extend for up to a total of 2 kilometres strike length with the Western extension beneath a thin cover of alluvium.

Recent trenching has also discovered what may be the edge of a second high-grade shoot some 100 metres to the east of the main prospect area. Drilling and trenching are programmed to test this shoot beneath alluvial cover to the east of the main mineralised zone.

Drilling will continue at the San Albino Project after the initial program at the Cacao Project is completed.

Qualified Person's Declaration

The information in this announcement that relates to Exploration Results is based on information compiled by and reviewed by Nigel Ferguson, CEO, who is a Member of the Australian Institute of Mining and Metallurgy and a geologist with over 21 years of experience in the exploration and definition of precious and base metal Mineral Resources and has sufficient experience that is

relevant to the style of mineralization and type of deposit under consideration and to the type of activity which he is undertaking to qualify as a Qualified Person as defined in the March 2006 Edition of the AIM Guidance Note for Mining, Oil and Gas Companies. He consents to the inclusion in the report of the matters based on his information in the form and context in which they appear and confirms that this information is accurate and not false or misleading.

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Chain of Custody

Condor enforces a strict chain of custody, with all field samples being collected under the supervision of a qualified senior geologist. Samples are sealed in larger bags and kept under lock and key until being delivered to BSI Inspectorate Laboratories, Guatemala for completion of the sample preparation phase. Prepared samples are then forwarded by courier to BSI Laboratories in Sparks, Nevada, USA for final assay determinations.

About Condor Resources Plc:

Condor Resources Plc was admitted to AIM on 31st May 2006 raising £4.9m. Condor is a mineral exploration company focused on El Salvador and Nicaragua. The Company has 100% ownership of four licenses and is earning 100% interest in a fifth licence contained in three project areas in El Salvador. Condor also has four 100% owned licences and the option to earn an 80% interest in a further four licences contained within four project areas in Nicaragua.

An independent competent person's report prepared by Ravensgate and included in the Company's Admission Document combined with a subsequent mineral resource calculation statement in December 2006 reported Inferred Mineral Resources, as defined by the JORC standard of some 467,104oz gold and 18.4Moz silver within two project areas in El Salvador.

The Company's objective is to prove up significant gold and silver resources of between 1 to 2 million ounces of gold and 30 to 50 million ounces of silver to JORC reportable standards by the 31st May 2008. The Company intends to continue to drill test targets within its Project areas. The drilling programme is planned to be between 20,000m and 40,000m of combined reverse circulation and diamond drilling. For further information please go to www.condorresourcesplc.com.