



17 June 2011

Dear Shareholder

On 15 June 2011, the Directors of Condor Blanco Mines Limited ("Condor" or the Company) lodged a prospectus for a one (1) for four (4) non-renounceable entitlements issue ("Entitlements Issue") to its shareholders to raise approximately \$187,070 through the issue of up to 18,707,083 Options ("New Options") to subscribe for fully paid ordinary shares in Condor. The New Options are exercisable at twenty (20) cents each on or before 1 April 2014.

All Shareholders registered at **5:00pm WST on 28 June 2011** will be entitled to participate in a non-renounceable entitlements issue of New Options on the basis of one (1) New Option for every four (4) shares then held. **Generally, shares purchased on market in the period from 22 June 2011 to 28 June 2011 are NOT entitled to participate in the entitlement issue. If you have any doubt, please consult your sponsoring broker.**

The New Options will be issued at a cost of one (1) cent per New Option. The latest trading price on ASX of the ordinary fully paid shares prior to the date of this letter was 12 cents on 8 June 2011.

All shareholders whose registered address is in Australia and New Zealand are eligible to participate. Shareholders whose registered address is outside of Australia or New Zealand are not entitled to participate in the offer.

Full details of the issue are contained in **the Prospectus dated 15 June 2011, which was lodged with the Australian Securities & Investments Commission and the Australian Stock Exchange Limited on Wednesday, 15 June 2011.** The Prospectus is available on ASX's website and the Company's website at www.condormines.com.

The Prospectus together with an Entitlement and Acceptance Form will be mailed to all eligible shareholders on or about 29 June 2011. Other key dates which shareholders should note are as follows:

22 June 2011	Ordinary Shares trade ex-Entitlements on ASX
28 June 2011.....	Record date for determining Entitlements
20 July 2011	Closing date for acceptances
28 July 2011.....	Expected date for allotment of New Options

Application for New Options under the Entitlements Issue may only be made by completing the Entitlement and Acceptance Form which accompanies the Prospectus. Shareholders eligible to participate in the Entitlements issue should read the Prospectus carefully. For further information on the Condor Entitlements Issue you should contact your professional adviser.

Yours faithfully

Glen Darby
Managing Director

For personal use only