

Securities Exchange Announcement – 22 February 2010

**Mundo Minerals**  
**1 for 2 Rights Issue to raise up to \$12.6 million**  
**Underwriting Arrangements**

**Mundo Minerals Limited (ASX code: MUN)** is pleased to advise that it has today signed an underwriting agreement with Taylor Collison Limited ("Taylor Collison"). Taylor Collison have agreed to underwrite the first \$5.0 million of the current 1 for 2 rights issue being offered to shareholders.

As part of the agreement Taylor Collison also has the right to place any shortfall in addition to the underwritten amount.

This underwriting underpins the equity raising and together with the recent placement to raise \$3.16m will provide the Company with the necessary funds to bring the Crista deposit to production by mid 2010 and finalise the feasibility study for the Torrecillas project in Peru on schedule in September 2010.

Mundo Minerals looks forward to developing the production profile and delivering all corporate objectives stated in recent shareholder briefings as well as continuing working with the brokers in enhancing the Company's profile.

**John Langford**  
**Chief Executive Officer**

**22 February 2010**

**Competent Person's Statement**

*The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Jean-Marc Lopez who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Lopez is employed by Mundo Minerals Limited and is the Company Exploration Manager. Mr Lopez has sufficient experience which is relevant to the style of mineralisation and the type of deposits under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Lopez consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.*

**About Mundo Minerals**

Mundo Minerals is an Australian-domiciled international gold company with a portfolio of medium- sized gold projects in South America. Currently, the Company has four projects at different stages of development – three (including its first production asset) in Brazil and one in Peru.

**Mundo Minerals**  
**Limited**  
**A.C.N 117 790 897**

**Head Office**

45 Ventnor Avenue  
West Perth WA 6005  
T: +61-8 9429 8889  
E: john.langford@mundominerals.com

**Australian Stock Exchange**  
Code: MUN

**Board of Directors**

Non-executive Chairman  
Barry Eldridge

Chief Executive Officer  
John Langford

Non-executive Directors  
Brian Hurley  
Rob McKenzie

**Senior Management**

Chief Operating Officer  
Andrew Law

Country Manager – South America /  
Exploration Manager  
Jean-Marc Lopez

Chief Financial  
Officer/Company Secretary  
Joe Mobilia

Joint Company Secretary  
Paul Mason

Country Manager –Peru  
Sergio Zuniga

**Capital Structure**

Fully-Paid Shares on Issue  
168.04 million

Unlisted Options on Issue  
6.10 million

Mundo Minerals' corporate strategy is based on the development of a sustainable production base of more than 250,000 ounces of gold per annum in the medium term. The Board has assessed all of the assets within the Mundo portfolio, at their current stage of development, as having strong potential to deliver a sustainable production base.

The Engenho Gold Project, which is located in the State of Minas Gerais in Brazil, is forecast to produce at an initial annualised rate of approximately 30,000 ounces per annum. Mundo's other assets in South America include the 100%-owned **Torreillas Gold Project** in Peru, and the **Tocantins Gold Project** and **Jaqueira Gold Project** in Brazil. These projects have the potential to yield multiple resources to underpin the Company's long-term growth.

The Board is pragmatic in its approach to developing the corporate asset base and all projects will be developed according to robust commercial parameters.