



Mundo Minerals

Update on Crista Approvals Following Key Resolution on Proposed National Park

Approvals process for new Crista open pit expected to move forward with expediency

HIGHLIGHTS

- **Mundo's tenement excluded from the proposed Ganderala National Park boundaries**
- **Final approval of the Crista haul road being sought via special license from SUPRAM**
- **Completion of contractor negotiations now underway**
- **Haul road construction and pre-strip is expected to be approximately 3 months from grant of the license**

Mundo Minerals Ltd ("Mundo" or "Company") (ASX code: MUN) is pleased to provide an update on the approvals process for development of the new Crista open pit near the existing Engenho gold project in Brazil following significant new developments in relation to a proposed National Park in the area.

All mine approvals processes have been suspended since November 2010 while the Brazilian Government considers the merits of the National Park. As previously advised, the development of the Crista open pit is dependent on final approvals for the haulage road which is the final remaining approval required allowing the development of this resource to proceed.

The authorities managing the National Park process have confirmed they agree with Mundo's previously stated position that, while the initial proposed footprint of the park would have affected the development of Crista, the area where Crista is located is not pristine or environmentally sensitive and is insignificant to the size of the park.

The park resolution has been a joint negotiation between the Federal authorities who initially proposed the park and the State authorities who will have the responsibility of managing any park.

Recent briefings by the State authorities confirm that the President of Brazil has advised that there is no longer Federal funding available to support any National Park and any proposal in this regard must be the sole responsibility of the State Government. The State Government is committed to the development of mining in the region, which benefits from the substantial economic contribution made by the industry.

The final National Park plan was submitted to the State Governor last week for approval. **Mundo's consultants have been briefed on the proposal and have confirmed that the Mundo tenement will not form part of any proposed park. Accordingly, the Company now expects that the approvals process will move forward with expediency.**

Supram, the relevant State Government authority, has confirmed that it is ready to proceed with the approvals with a sense of urgency given the five month delay that this process has now caused to the development of Crista.

This is a major milestone for Mundo and represents a substantial progress to converting the Engenho Gold Project to a robust economic project for the company and allowing the Company to further enhance the value of its assets in the Engenho tenement.

The development of Crista is expected to double production at Engenho to an annualized rate of approximately 43,000oz per annum with the introduction of high-grade (~5g/t Au) ore from the Crista open pit.

The development of the Crista haul road will also assist in unlocking the potential of the highly prospective northern satellite areas around Crista such as Olhos and Mazorca, located within a 1-2km radius of the treatment facility.

John Langford
Chief Executive Officer
11 April 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 Armando Massucatto who is a Member of the Australasian Institute of Mining and Metallurgy. Mr Massucatto is employed by Mundo Minerals Limited and is the Company Exploration Manager. Mr Massucatto 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 Massucatto consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.