

3 May 2011

Mundo Minerals Ltd

Issue and Allotment of Listed Options

Please find attached the Appendix 3B in relation to the issue and allotment and request for quotation of the free attaching options to applicants of the recent \$10m placement.

We also attach the list containing the names of the Largest 20 Holders of the options and the distribution schedule required for seeking application of a new class of securities.

Ashley Pattison
Chief Executive Officer / Company Secretary

3 May 2011

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Mundo Minerals Limited

ABN

97 117 790 897

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|--|
| 1 | +Class of +securities issued or to be issued | Options |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 80,000,000 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Exercise price of \$0.18 on or before 2 May 2014 |

+ See chapter 19 for defined terms.

4	Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?	No. On exercise, the options will rank equally with ordinary shares on issue.										
5	Issue price or consideration	Issued as free attaching option										
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	Part of a placement to raise working capital to fund the Company's objectives.										
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	2 nd May 2011										
8	Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)	<table border="1"> <thead> <tr> <th data-bbox="766 1064 1029 1108">Number</th> <th data-bbox="1029 1064 1449 1108">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="766 1176 1029 1220">a) 281,375,177</td> <td data-bbox="1029 1108 1449 1265"> <u>Current</u> Ordinary shares (MUN) post this Placement </td> </tr> <tr> <td data-bbox="766 1288 1029 1332">b) 80,000,000</td> <td data-bbox="1029 1288 1449 1444">Options exercisable at \$0.18 on or before 2 May 2014 issued as part of the Placement</td> </tr> <tr> <td data-bbox="766 1534 1029 1579">c) 321,375,177</td> <td data-bbox="1029 1467 1449 1624"> <u>Post SPP</u> Ordinary shares (MUN) post the SPP completion </td> </tr> <tr> <td data-bbox="766 1646 1029 1691">d) 120,000,000</td> <td data-bbox="1029 1646 1449 1792">Options exercisable at \$0.18 on or before 2 May 2014 (to be quoted) post completion of the SPP.</td> </tr> </tbody> </table>	Number	+Class	a) 281,375,177	<u>Current</u> Ordinary shares (MUN) post this Placement	b) 80,000,000	Options exercisable at \$0.18 on or before 2 May 2014 issued as part of the Placement	c) 321,375,177	<u>Post SPP</u> Ordinary shares (MUN) post the SPP completion	d) 120,000,000	Options exercisable at \$0.18 on or before 2 May 2014 (to be quoted) post completion of the SPP.
Number	+Class											
a) 281,375,177	<u>Current</u> Ordinary shares (MUN) post this Placement											
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c) 321,375,177	<u>Post SPP</u> Ordinary shares (MUN) post the SPP completion											
d) 120,000,000	Options exercisable at \$0.18 on or before 2 May 2014 (to be quoted) post completion of the SPP.											

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	1,000,000	Employee Options expiring 22/09/2015 exercisable at \$0.15each (MUNAI)
	500,000	Incentive Options 30/06/2014 exercisable at \$0.20 each (MUN AW)
	750,000	Employee Options expiring 14/06/2015 exercisable at \$0.25 each(MUNAQ)
	750,000	Employee Options expiring 22/09/2015 exercisable at \$0.25 each(MUNAI)
	300,000	Employee Options expiring 18/10/2015 exercisable at \$0.25 each(MUNAY)
	750,000	Employee Options expiring 14/6/2015 exercisable at \$0.30 each(MUNAU)
	1,600,000	Employee Options expiring 22/9/2015 exercisable at \$0.30 each(MUNAI)
	300,000	Employee Options expiring 18/10/2015 exercisable at \$0.30 each(MUNAY)
	1,000,000	Options expiring 24/5/2011 exercisable At \$0.35 each (MUNAM)
	1,300,000	Employee Options expiring 21/5/2014 exercisable at \$0.40 each(MUNAK)
	500,000	Incentive Options 30/06/2014 exercisable at \$0.40 each (MUNAW)
	200,000	Employee Options expiring 22/09/2015 exercisable at \$0.40 each (MUNAI)
	400,000	Employee Options expiring 1/7/2012 exercisable at \$0.45 each(MUNAS)
	500,000	Incentive Options 30/06/2014 exercisable at \$0.60 each (MUNAW)
500,000	Incentive Options 30/06/2014 exercisable at \$0.80 each (MUNAW)	

+ See chapter 19 for defined terms.

- 10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

Part 2 - Bonus issue or pro rata issue

- 11 Is security holder approval required?
- 12 Is the issue renounceable or non-renounceable?
- 13 Ratio in which the ⁺securities will be offered
- 14 ⁺Class of ⁺securities to which the offer relates
- 15 ⁺Record date to determine entitlements
- 16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?
- 17 Policy for deciding entitlements in relation to fractions
- 18 Names of countries in which the entity has ⁺security holders who will not be sent new issue documents
Note: Security holders must be told how their entitlements are to be dealt with.
Cross reference: rule 7.7.
- 19 Closing date for receipt of acceptances or renunciations
- 20 Names of any underwriters
- 21 Amount of any underwriting fee or commission

⁺ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

22	Names of any brokers to the issue	Na
23	Fee or commission payable to the broker to the issue	Na
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	Na
25	If the issue is contingent on +security holders' approval, the date of the meeting	Na
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	Na
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	Na
28	Date rights trading will begin (if applicable)	Na
29	Date rights trading will end (if applicable)	Na
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	Na
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	Na
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	Na
33	+Despatch date	Na

+ See chapter 19 for defined terms.

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

38 Number of securities for which +quotation is sought

39 Class of +securities for which quotation is sought

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)

Number	+Class

+ See chapter 19 for defined terms.

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here:Date: 3 May 2011
(Director/Company secretary)

Print name: Ashley Pattison

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+ See chapter 19 for defined terms.

Additional ASX Disclosure Information

Name and Details of Largest 20 Option Holder (MUNOA)

	Name	Securities	% of Issued Capital
1.	PATICOA NOM PL	31,370,070	39.21%
2.	HSBC CUSTODY NOM AUST LTD	10,972,046	13.71%
3.	CITIGROUP PTY. LIMITED	4,218,744	5.27%
4.	HSBC CUSTODY NOM AUST LTD	3,500,000	4.38%
5.	J P MORGAN NOM AUST LTD	3,000,000	3.75%
6.	MERRILL LYNCH AUST NOM PL	2,218,585	2.77%
7.	ZYNGIER A + HACHEM S	2,000,000	2.50%
8.	KAWECKI MARK DAMION	1,600,000	2.00%
9.	AHT TRADING PL	880,000	1.10%
10.	VALENTINE TROY ROBERT	804,000	1.01%
11.	CITIGROUP PTY. LIMITED	800,000	1.00%
12.	LIABILITY AURALANDIA NO	704,000	0.88%
13.	LSAF HLDGS PL	640,000	0.80%
14.	BAINPRO NOM PL	616,000	0.77%
15.	NINO CONST PL	600,000	0.75%
16.	RAMSA PL	600,000	0.75%
17.	EZR SYSTEMS PL	600,000	0.75%
18.	LAY PAUL	600,000	0.75%
19.	SPIROTRADE PL	520,000	0.65%
20.	YIN JIANCHUN	500,000	0.63%
	TOTAL LARGEST 20 OPTIONHOLDERS	66,743,445	83.43%
	REMAINING OPTIONHOLDERS	13,256,555	16.57%
	TOTALS	80,000,000	100%

Distribution Schedule (MUNOA)

Spread of Holdings	Number of Holders	Securities	% of Issued Capital
1 – 1,000	-	-	-
1,001-5,000	1	2,482	0.00%
5,001-10,000	1	8,800	0.01%
10,001-100,000	50	2,931,254	3.66%
100,001 and over	62	77,057,464	96.33%
TOTALS	114	80,000,000	100.00%

+ See chapter 19 for defined terms.