



TSX Venture Exchange: GA

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GOLCONDA ANNOUNCES SHARES FOR DEBT PRIVATE PLACEMENT

CALGARY, ALBERTA — Golconda (the “Corporation” or “Golconda”) announces that it settled outstanding indebtedness of \$1,600,154 through the issuance of 32,003,080 common shares of the Corporation (“Common Shares”) at a deemed price of \$0.05 per Common Share (the “Debt Settlement”). The Common Shares issued in connection with the Debt Settlement are subject to a four month hold period that expires on May 12, 2012. Following the completion of the Debt Settlement, the Corporation has 133,513,232 Common Shares issued and outstanding.

David E. Mullen, a director of Golconda, together with Lyncorp International Ltd., a company controlled by David Mullen, subscribed for an aggregate total of 19,603,080 Common Shares under the Debt Settlement. Mr. Mullen now owns directly and indirectly 64,759,747 Common Shares, representing approximately 48.5% of the issued and outstanding Common Shares of Golconda. The Corporation has determined that exemptions are available for the various requirements of TSX Venture Exchange Policy 5.9 and Multilateral Instrument 61-101 for the issuance of the Common Shares to insiders of the Corporation.

Golconda also announces that it will not be proceeding with the private placement of units previously announced on November 7, 2011.

Golconda is in the business of exploration drilling in western and northern Canada, and mineral property exploration and development in British Columbia and Nevada.

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