



TSX Venture Exchange: GA

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GOLCONDA ANNOUNCES THE ISSUANCE OF A SECURED DEBENTURE AND OPERATIONS UPDATE

CALGARY, ALBERTA — Golconda Resources Ltd. (the “**Corporation**” or “**Golconda**”) is pleased to announce the completion of a private placement debenture (“**Debenture**”) and to provide an operations update.

Debenture

The secured Debenture is in the principal amount of \$500,000, has a term of two years, bears interest at 10% per annum with interest payable monthly and the principal is due in full at maturity.

The Corporation intends to use the proceeds from this private placement for general working capital purposes.

Operations Update

Golconda’s present focus is the diamond core drilling services business provided by its wholly-owned subsidiary, Lyncorp Drilling Services Ltd. (“Lyncorp”). Lyncorp provides services to the mining industry in northern and western Canada, with its operations centre in Smithers, British Columbia.

With improved economic news and a turnaround in the mining industry Lyncorp has enjoyed an early start to the drilling season. Currently three drills are operating at the Dublin Gulch property in the Mayo, Yukon area for Victoria Gold Corp. Lyncorp expects additional contracts and programs to be finalized and mobilised over the coming weeks.

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

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