MUNDO MINERALS MARCH 2009 QTR: CASH FLOW POSITIVE

	Mar Qtr	Dec Qtr	Change
Production (oz)	5,588	4,800	16%
Head Grade (g/t) *			
Average Price (A$/oz)	**1,369**	**1,221**	**12%**
Total Cash Cost (A$/oz)	**778**	**765**	2%
Gross Margin (A$/oz)	**591**	**456**	30%
Other Investment Activities			
Capital Expenditure (A$/oz) ^	106.8	158.5	
Exploration/Evaluation (A$/oz) ^	20.4	203.1	
Total Other Investment (A$/oz)	**127.2**	**361.7**	
Corporate Expenditure			
Net Finance Cost (Revenue) (A$/oz) ^	2.3	13.3	
General Administration (A$/oz) ^	206.7	230.6	
Total Corporate Costs (A$/oz)	**209.0**	**244.0**	
Cash Surplus (Deficit) (A$/oz)	**254.7**	**- 149.6**	270%
Balance Sheet Performance			
Cash Balance (A$m)	1.4	1.9	-29%
Interest Bearing Loans (A$m)	6.0	7.0	-15%
Hedging Liability (A$m)	-	-	
Share Capital/Performance			
Shares Outstanding (m)	146.4	146.4	
Share Price (A$) (End of Qtr)	0.41	0.24	71%

*** No head grade was supplied by the company.**

^ Capital expenditure, Exploration, Net Finance and General Administration were taken from the Appendix 5B. Please note these costs may not relate specifically to the quarter in question due to timing differences associated with payment.

The March 09 quarter for Mundo Minerals (ASX:MUN) has seen positive cash flow as gross margins improved 30%, thanks primarily to a 12% increase in the average gold price received. Production increased 16% to 5,588 oz at Engenho, with the forecast of 30,000 oz for calendar 2009 on target. Development enabling access to the higher grade Galeria ore body is presently ahead of schedule and now anticipated in May.

The above production figures do not include gold produced at Torrecillas in Peru. Trial mining continued successfully with the 12 Level now fully developed. An exploration decline is now in progress to access the 13 Level, which continues along the main Torrecillas vein. The average ore grade treated exceeded 25g/t for the quarter ensuring a positive cash surplus. Production averaged 500 oz plus a month for February and

March. The longer term strategy involves development along multiple vein structures. This would increase the number of working areas and potentially lift production levels up to 40,000 oz a year. A broader exploration strategy is presently being reviewed.

Investment activities for the quarter were modest. Mundo focused on managing their cash flow with minimal exploration and modest capital expenditure. Capital Expenditure of A$0.4m was allocated to the Torrecillas property acquisition and A$0.19m primarily towards a tertiary crusher. Some trenching took place at the Olhos anomaly, situated between Engenho and Crista. The following results were achieved:

- 3.1m @ 6.1g/t Au
- 1.95m @ 2.02g/t
- 11.75m @ 2.88g/t
- 5.9m @ 1.45g/t

Exploration drilling at Crista is now expected in late April 09. The goal is to delineate a resource figure for a potential satellite deposit to Engenho.

Corporate Expenditure was more or less in line with the previous quarter. The numbers benefited somewhat from the higher production levels. Cash fell 29% largely as a result of A$1.1m in repaid borrowings and close to $0.5m in unrealized gold held at the refinery. Mundo's share price rose 71% during the March quarter, reflecting positive market sentiment towards the improved operational performance at Engenho. We look forward to reviewing the June quarter, anticipating higher grades accessed at Galeria and drilling results from the Crista anomaly.

Troy Schwensen

www.globalspeculator.com.au

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