

20 January 2011

Cambridge Mineral Resources plc ("CMR" or "the Company")

#### SALE OF PERUVIAN INTERESTS

Cambridge Mineral Resources plc, the mining exploration and development company, is pleased to announce that it has agreed the terms of the sale of its wholly-owned Peruvian subsidiaries, Minera Peru Gold SAC and Compania Minera Sucre SA, to Gold Mines of Peru Ltd ("GMP"), of Western Australia.

Minera Peru Gold and Compania Minera Sucre hold the Patacancha Claim Group mineral exploration permits and mining concessions in southern Peru, which include the Rasuhuilca silver mine project upon which CMR completed a feasibility study in 2008.

GMP has acquired several other mineral exploration and mining projects in Peru in preparation for its pending application for admission to the Australian Securities Exchange ("ASX").

The total consideration for the sale is US\$2,350,000 of which approximately US\$820,000 is to be settled in cash and approximately US\$1,530,000 in shares in GMP.

The sale is subject to satisfactory completion of due diligence and related requirements by GMP, and is also contingent upon GMP achieving its listing on the ASX by 31 March 2011.

Michael Burton, Managing Director of Cambridge Mineral Resources plc, commented:

"In line with CMR's strategy of acquiring and developing mineral projects, our Peruvian assets have now been developed to the point where they require considerable further investment and technical resources in order to achieve their potential. We are therefore pleased to have agreed the sale to Gold Mines of Peru which has a strong technical team and is committed to funding and advancing the projects, in particular taking Rasuhuilca into production.

Assuming satisfactory completion of this transaction, I believe it will benefit CMR and its shareholders: the cash element will provide us with working capital to help advance the Company towards its longer-term objectives and the shareholding in GMP will provide CMR with an investment on the ASX, one of the world's premier mining-focused stock exchanges.

The sale of our Peruvian interests, together with the recent sale of our Spanish interests for shares in Iberian Gold Plc, which is currently preparing to seek admission to the London Stock Exchange, and the recent drilling campaign and pending new license application in our joint-venture in Bulgaria, demonstrates that CMR is making significant progress."

\*\* ENDS \*\*

For further information please contact:

Michael Burton      Cambridge Mineral Resources plc      +44 (0) 7894 233694  
[michael.burton@Cambmin.co.uk](mailto:michael.burton@Cambmin.co.uk)

Brinsley Holman      Keith, Bayley, Rogers & Co. Ltd      +44 (0) 20 3100 8300  
[brinsley.holman@wcwb.co.uk](mailto:brinsley.holman@wcwb.co.uk)

NOTES TO EDITOR:

1. Cambridge Mineral Resources plc is a mineral exploration and development company with over 2,400 individual and institutional shareholders.
2. Its principal focus is on gold, silver and base metal interests in Europe and South America.
3. The Company intends to seek admission to a recognised investment exchange at the earliest practicable opportunity. In the meantime the Company's shares may be traded through its broker Keith, Bayley, Rogers & Co. Ltd via a matched-bargain trading facility (telephone: +44 (0)20 3100 8300).

Cambridge Mineral Resources plc  
[www.Cambmin.co.uk](http://www.Cambmin.co.uk)