



23 May 2011

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

UPDATE ON SALE OF PERUVIAN INTERESTS

Cambridge Mineral Resources plc, the mining exploration and development company, is pleased to provide an update to its announcement on 20 January 2011 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.

Under the proposed sale agreement, the sale was conditional upon GMP achieving a listing on the Australian Securities Exchange ("ASX") by 31 March 2011.

However, the recent Japanese earthquake and tsunami had a very negative impact on the equity markets of Australasia resulting in adverse market conditions. GMP has therefore withdrawn its application for admission to the ASX and intends to seek a listing, either by IPO or reverse takeover, when market conditions improve sufficiently to achieve the best result with least risk for all GMP shareholders. CMR has agreed to this on the basis that this is also in the best interests of the Company and its shareholders.

The sale is therefore being completed on the above basis. GMP has to date paid CMR approximately US\$830,000 in cash. Pending the completion of the transaction CMR will retain a full legal charge over the shares of Minera Peru Gold SAC and Compania Minera Sucre SA, until GMP achieves its ASX listing.

Mark Slater, Managing Director of Cambridge Mineral Resources plc, commented:

"Although it is disappointing to see Gold Mines of Peru defer its planned stock market listing, we recognize that it is in the best interests of all concerned including CMR and its shareholders. We look forward to the successful listing of GMP in due course."

** ENDS **

For further information please contact:

Mark Slater	Cambridge Mineral Resources plc	+44 (0)7766 258277 markslater.cmr@hotmail.co.uk
Brinsley Holman	Keith Bayley Rogers & Co.	+44 (0) 20 3100 8300 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