

# CAPITAL MINING LIMITED

ACN 69 104 551 171



## STATEMENT OF COMMITMENTS

The Company's funds will be applied to its proposed exploration programmes, evaluation of new exploration opportunities and Company administration as set out below. Actual expenditure may differ from estimates due to changes in operational conditions, exploration results, market variations and other factors including the risk factors addressed in the Prospectus. The Directors are of the opinion that the Company will have sufficient working capital to meet its stated objectives for a period of two years from the official listing date. Depending on the success of its activities and to take advantage of any exploration opportunities that may arise, the company may have a need to raise additional funds through debt or equity raisings in the future.

Table 1

DESCRIPTION	SUBSCRIPTION
<b>Sources of Funds</b>	
Existing Cash available	\$46,408
Total raised pursuant to the Offer	\$3,422,100
<b>Total Sources</b>	<b>\$3,468,505</b>
<b>Application of Funds</b>	
Exploration by project (see Table 2)	\$2,720,000
Expenses of the Offer	\$259,000
Administration and corporate expenses	\$270,000
Project generation, acquisitions and working capital	\$219,505
<b>Total Applications</b>	<b>\$3,468,505</b>

The proposed exploration budget for the initial two years is summarised in Table 2.

Table 2

	Year 1	Year 2	Total
Chakola	\$590,000	\$845,000	\$1,435,000
Porters Mount	\$375,000	\$180,000	\$555,000
Narraburra	\$170,000	\$230,000	\$400,000
Craigie	\$145,000	\$185,000	\$330,000
<b>Total</b>	<b>\$1,280,000</b>	<b>\$1,440,000</b>	<b>\$2,720,000</b>

It should be noted that the exploration programmes and budgets will be subject to ongoing review and modification depending on exploration results and the implementation and timing of any development activities.

Yours faithfully,

Robert McCauley  
CEO