



ASX CODE: CMY

28 February 2011

Company Announcements
ASX Limited

URANIUM EXPLORATION JOINT VENTURE

The Board of Directors of Capital Mining Limited (CMY) is pleased to advise that the Company has entered into a non-binding Memorandum of Understanding (MOU) with China Metallurgical Investment Ltd (CMI) to set up a joint venture company for the purposes of uranium exploration.

Under the terms of the MOU, CMI would initially contribute A\$1 million in cash to take up 60% of the shares in the new entity, CMY will provide exploration tenements and take up 40% of the shares.

As part of a longer term strategy, and after completion and receipt of the T2 payment (under the Subscription Agreement with CMI approved by shareholders on 22 February 2011) CMY intends to participate in an energy company joint venture with an investment of A\$100,000 for a 17% share.

Capital Mining Limited

John Keppo
Company Secretary

Capital Mining Limited ACN 104 551 171
Tel: +61 2 6288 2661 Fax: +61 2 6288 4878
PO Box 3770 Weston Creek ACT 2606 Australia
www.capitalmining.com.au