

## **Pampalo Gold Mine will not use cyanide in its gold concentrating process**

On May 5th, 2010, the European Union Parliament approved a resolution which calls on the Commission to initiate a complete ban on the use of cyanide mining technologies in the European Union by the end of 2011.

Endomines would like to point out that the company has no plans to use cyanide in the Pampalo Gold Mine production process. Pampalo gold is "free milling gold", ie. the gold exists as native gold particles and can be separated in the concentrating process by use of conventional gravimetric and flotation techniques. The Pampalo Gold Mine environmental permit is based on cyanide free processing methods.

Endomines will proceed with the construction of the mine and processing plant, and remains on schedule, with a targeted test production to commence in Q4/2010, and full-scale commercial production, in Q1/2011.

However, Endomines would also like to point out that the resolution was based on erroneous information about the usage of cyanide in the mining industry. Cyanide usage in the Nordic countries is controlled by strict environmental regulations and does not threaten the nature. The proposed ban, however, would threaten gold exploration and properly working gold mines in Nordic countries and will have large negative economical impacts if implemented.

### **For further information, please contact:**

Markus Ekberg

CEO of Endomines AB

tel. +358 40 706 48 50

*During 2009 Endomines has taken several important steps to develop the business from exploration to full-scale gold production. By the end of 2010, the company will commence production at the Pampalo Gold Mine, with a projected output of 900–1,000 kg of gold per annum. Other deposits along the Karelian Gold Line will be exploited subsequently. Endomines has additional claims and mining concessions in Finnish Lapland (gold, Ostrobothnia (ilmenite) and Southern Finland (limestone/wollastonite).*

*Endomines applies SveMin's & FinnMin's respective rules for reporting (public mining & exploration companies). Endomines has chosen to report mineral resources and ore reserves according to the internationally accepted JORC or NI 43-101-code. Endomines applies International Financial Reporting Standards (IFRS) as approved by the European Union.*

*The shares of Endomines AB are quoted on First North Premier segment in Stockholm under ticker symbol ENDO.ST. Erik Penser Bankaktiebolag acts as Certified Adviser and Liquidity Provider.*

*Read more about Endomines on [www.endomines.com](http://www.endomines.com)*