



Obtala Resources PLC

Company overview



Current share price 21.50p
Shares in issue 192.67m
Market cap £42.39m
Ticker OBT
Nomad Zimmerman Adams
Broker Fox-Davies Capital

Website: www.obtalaresources.co.uk

Current share price as at
19th October 2009



Recent Announcements

15 October New Gold Project
23 September Broker Appointment Update
18 September Holding(s) in Company
14 September Kopane Diamonds Developments Shareholding
14 September Obtala Creates Energy Focused Subsidiary Company in East Africa

Directors

Frank Scolari - (Executive Chairman)
Simon Rollason - (Managing Director)
Michael Bretherton - (CFO)
John Monhemius - (Non-Exec Director)
Nick Clarke - (Non-Exec Director)

Contact Details

Martin House
26-30 Old Church Street,
London SW3 5BY
Tel: +44 207 099 1940
Fax: +44 207 351 5600



Media Enquiries

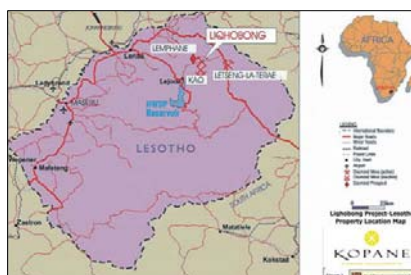
Charlie Geller
Conduit PR
Email: charlie@conduitpr.com
Tel: +44 (0)207 429 6604/6608

Overview

Obtala Resources Plc is focused on investing in and developing mining assets in East Africa. It is currently developing diverse commodity exploration projects in Tanzania and has completed corporate transactions in Kopane Diamond Developments, Montara Continental and Gemstones of Africa – all with assets in East Africa. Obtala is led by an experienced team with backgrounds in establishing, growing and managing resource projects in emerging markets, allied with specific commodity expertise.

Corporate Transactions

Kopane Diamond Developments Limited



Kopane Diamond Developments, an AIM quoted (KDD) diamond mining company with its main assets in Lesotho. Obtala is the major shareholder with 25% and board representation. Kopane's principal focus is the development of the Main Pipe project, in Lihobong, Lesotho. This kimberlite pipe has a surface area of 8.6 hectares, with the potential to produce at a rate of over one million carats per annum for 20 years.

A recent JORC compliant resource statement, stated an improvement in grade confidence, based on 141% increase in indicated resource to 38.6 million tonnes with a gross diamond resource of 29.7 million carats, which potentially increases the depth of a future open pit to 180 metres.

Montara Continental Limited



Obtala has established a controlling 60% shareholding in Montara Continental Ltd ("Montara"). Montara holds a 70% interest in a farming and agriculture focused JV with Lutukira Mixed Farms Limited, in Tanzania, through which Obtala will participate in sugarcane and groundnut farming and forestry concessions in East Africa with small scale trial farming to commence in 2010.

Coal Exploration: Montara currently holds title to two prospecting licences (PL) and two reconnaissance licences (PLR) totalling 647.02km², which are considered prospective for coal exploration. **Agriculture & Forestry:** Montara currently has a controlling stake of 70% in a JV with an interest in 20,000 hectares of farm land within the fertile Songea district of southern Tanzania.

Gemstones of Africa



Option Agreement signed with Gemstones of Africa Plc (GoA). Gemstones of Africa Group Plc. is the holding company of a mineral exploration and development group focusing on Gemstone opportunities in Africa.

The Group is led by a management team who have international experience of Gemstones and Mining in emerging markets worldwide. The Group's objective is to enter into joint ventures on a number of projects in East Africa.



Obtala Resources PLC

Company overview

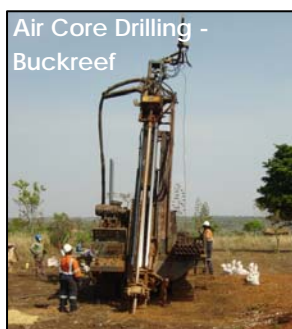
Obtala Organic Growth Projects



Gold:

Lake Victoria Goldfield (LVG) is a world-class gold province with in excess of 50Moz of proven and probable reserves, making it the third largest gold producing area in Africa. Obtala's gold licences (excepting the Majimoto South licence which lies to the northeast of Mwanza close to North Mara Gold Mine) occur south of Mwanza within the Shinyanga and Mwanza districts of Tanzania where active mining at the Bulyanhulu, Geita, Golden Pride, Buzwagi and Tulawaka gold mines is in operation, managed and owned by major international mining houses.

Exploration to date show favourable gold anomalies at the Shinyanga and Buckreef licences. Two separate zones at Shinyanga returned values up to 0.66g/t Au-in-soil. At Buckreef a 4km long low-grade gold feature has been identified in soil samples and inferred to be cross-cut by narrow higher grade zones. New Busolwa licences acquired in October 2009 (50% ownership with option to increase to 60%), host known gold mineralisation (currently being mined by controlled artisanal workers) and represents a highly prospective target, which will be the focus of field activities over the next 6 months.



Obtala also holds the Mtera and Isaya River licences which are located approximately 100-130km South to South East of Dodoma, the legislative capital of Tanzania.

Nickel:

Rulenge - The Rulenge licence is located only 15km northwest from the Xstrata-Barrick JV Kabanga Nickel Deposit, the single largest undeveloped nickel deposit in the world. Soil sampling and geological field mapping is complete with 7 nickel anomalies and one Cu-Co soil anomaly identified, with numerous gossan (weathered massive sulphide) outcrops observed during field work. Additional sampling and mapping with trenching is underway.



Uranium:

Mkuju and Mbinga Bay - Obtala licences cover over 1,700km² in southern Tanzania, within an active uranium exploration belt, with neighbouring competitor companies' already producing positive results. There is high potential for new discoveries and success in the region.

Copper:

Kiogoma & Chunya Districts - Over 2,500km², with sedimentary hosted copper potential at Kiogoma, with additional potential for gold at Chunya, which is located near the Lupa Goldfield, where gold was produced historically from 80 placers and lode deposits.

Iron Ore:

Liganga - The licence lies 8km along strike from the titaniferous magnetite ore deposits of Liganga, with resources between 200 and 1,200 million tonnes grading 51% Fe₂O₃, 0.49% V₂O₅, 12.9% TiO₂ estimated from earlier studies. The development of the Liganga deposit is currently being promoted by the Tanzanian National Development Corporation (NDC).



Outlook

Obtala plans to use a number of strategies to enhance Shareholder value such as developing mineral licence assets using its own team, development in partnership with other groups or by way of disposal of mineral licence assets where appropriate. Furthermore, the Group will continue to evaluate opportunities to acquire additional assets at the exploration, development and production stages both in Tanzania, and globally.

