

MATRIX

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£19 MILLION FUNDRAISE FOR PATAGONIA GOLD PLC

Matrix Group's investment banking business announces today that it has successfully completed a £19 million (approximately US\$30 million) fundraising for Patagonia Gold plc. The South American mining exploration company focused on the Santa Cruz province of Argentina, completed a placing ("the Placing") of 31,438,190 new ordinary shares of 1 pence each in the Company ("Placing Shares") and a subscription ("the Subscription") of 13,799,905 new ordinary shares of 1 pence each in the Company (together the "New Ordinary Shares") each at a price of 42 pence per ordinary share. The Placing Shares were placed by the Company's broker, Matrix Corporate Capital LLP, with new and existing shareholders of the Company.

The net proceeds of the Placing and Subscription will be used to finance an accelerated drill programme on the Company's flagship Cap-Oeste gold and silver project and also in parallel to commence the development and construction works for the high grade COSE gold and silver project.

The New Ordinary Shares will represent 6.27 per cent. of the enlarged issued share capital of the Company and the Placing and Subscription are conditional on admission of the New Ordinary Shares to trading on AIM.

Prior to today's placing, Matrix had raised a total of \$30 million for the Company since being appointed broker in October 2007.

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Notes to Editors

The Investment Banking business of Matrix Group is a client focused, advisory, capital raising and securities sales, trading and research firm in the small and mid-cap UK and pan-European space. It brings together considerable experience, knowledge and access to meet and match the strategic ambitions of growing companies and the performance needs of investing institutions. Today Matrix has a 100 strong investment banking team advising over 80 retained clients and serving the sales, trading and research needs of more than 200 institutional customers.

The Investment Banking business of Matrix has significantly increased research coverage and their team of 25 analysts now covers around 200 stocks across small, mid and large cap in these selected, focused sectors:

- Business Services & Industrial Growth
- Consumer Goods & Services
- Healthcare
- Investment Funds
- Real Estate
- Resources, Energy & Clean Tech
- Technology, Media & Telecom

The Investment Banking business is part of Matrix Group, a privately owned financial services business in the UK with around £4 billion of assets under management and around 250 professionals employed across three divisions: Asset Management, Investment Banking and Property. Since inception in 1987, Matrix has raised £17 billion of assets for investments across these business areas.