



TAKORADI LIMITED

ACN 006 708 676

Announcement

INTERIM CORPORATE UPDATE

This announcement is provided as a preliminary report to shareholders summarising a general overview of activity in regard to Takoradi Limited (Takoradi) since its temporary suspension from trading in early 2009

The Company is in the process of executing on its Corporate Plan for the year of 2010 which, amongst other objectives, should lead to the company being re-instated to trading on the ASX. The target date for this is March 2010. A brief over-view of the plan, objectives and requirements is outlined in this report.

In January 2009, following the Global Financial Crisis (GFC), Takoradi, at the director's request, was temporarily suspended from trading on the ASX. The reason for this request was to enable the company to be able to work through certain very important, market sensitive, financial and corporate issues. These matters have taken considerably more time to resolve than the Directors originally expected. However, now that the global financial markets have had a sustained recovery, along with the significant improvements in commodity prices, Takoradi has been able to move ahead with its plans for re-establishing itself as a successful mineral resources company.



IMMEDIATE OBJECTIVES

The key objective of the directors in the short term, is to have the temporary suspension of trading of the Company's shares lifted, so enabling the shares to be re-quoted on the ASX. However, a number of matters must be completed before quotation is achieved, including the following:

1. Finalisation of the 2009 Financial Accounts by the company's auditors, PKF which is expected to be completed during February 2010.
2. Arrange for the 2009 Annual Meeting of shareholders which is expected to be held soon after the release of the Audited accounts i.e. February / March 2010
3. Lodge with the ASX all outstanding reports that are required under the normal rules and regulations of the ASX. These matters are well advanced in their preparation.
4. Negotiate a new arrangement with the holder of the 3 year Unsecured Convertible Notes (due now) which in aggregate amounts to A\$7million, plus interest, with a current conversion price of 75 cents per Takoradi share. Discussions have been held in regard to extending the term of the Notes for a period of time or alternatively agreeing to a debt to equity swap. Consideration has also been given to a new arrangement in regard to conversion of a Short Term Loan facility of A\$700,000. Ultimately the parties may possibly agree a simple debt repayment schedule for all the Notes, to be financed from third parties, a capital raising and or from asset sales. In the meantime, Takoradi has continued to work together with the Note holder, a significant international resource fund, in an endeavor to find a suitable, mutually beneficial outcome, for the Note Holder and Takoradi.
5. Negotiation for an extension of time for payment of Secured Notes totaling A\$1,250,000. Agreement has been reached in principle on this with an extension for payment moved out towards end of calendar 2010 early 2011.
6. Reach formal agreement on an outstanding liability of approximately A\$1.7million in relation to one of the Company's exploration subsidiaries. Discussions have been held which may achieve a staged payment during 2010.

CAPITAL RAISING

1. A new capital raising is planned to provide on-going working capital for the Company and to discharge any short term creditors. This may be done by way of a Rights Issue to ensure that shareholders have the opportunity to participate in the improvement in market conditions as well as the increase in the value of the company since the temporary suspension of the shares, which occurred at the lowest point of the GFC. A possible limited placement of new shares may also take place. A number of shareholders have indicated strong support for the company if any fund raising is carried out in the immediate future. Further information will be provided shortly in this regard.
2. Consideration is being given to a further financial commitment requested by Hampton Mining Limited (Hampton) the company that holds Takoradi's South American mineral interests following that company's advice of a proposed rights issue. Takoradi has advised the Company of its concerns on pricing and the short dated timing of any such rights issue payment that maybe required.



FUTURE STRATEGY

In addition to the issues as outlined above, the company is reviewing the best way forward to extract the ultimate value for its assets which are primarily based in politically stable and well regarded global mineral resource regions, being:

- a) South America (Chile and Peru)-copper, molybdenum, gold and base metals.
- b) Africa (Namibia and Ghana)-copper and gold.

The company is reviewing its strategy as to the most effective way to maximize these investments. The projects in Chile and Peru are held through the 27.5% interest in Hampton Mining Limited (Hampton) a private Australian company in which another ASX listed company, Metminco Limited (MNC), holds a 36.5% interest. Based on the MNC share price over the last few months, Takoradi's 27.5% interest in Hampton, in which it has invested approximately A\$7million to date, can be demonstrated to have substantial value when compared against MNC's market capitalisation and its 36.5% interest in Hampton which is MNC's major asset.

The other principle asset of the Company, the 70% owned Namibian copper gold project, held through the wholly owned subsidiary, Nimrod Metals Limited, has a value well in excess of Takoradi's initial investment/exploration expenditure of +A\$6million as indicated by an initial scoping study. Takoradi's Ghana assets also have substantial value based on previously announced resources established at its Bole gold project, the Company having spent in excess of A\$5million on exploration on the properties. Application for renewal of the Bole Licences has been submitted to the Ghana Minerals Commission in regards to the Bole project.

The Company's mineral projects in Namibia and Ghana have been kept on care and maintenance during the last 12 months with only general exploration, review activity, continuing to be carried out. Takoradi is exploring its options in regard to possible joint venture or divestment of these assets as a part of its strategic and financial review. In the alternative it may also recommence exploration in the near future on these projects.

The Company has received interest from a number of parties in regard to the possible purchase of its individual mineral resource projects. The Company is reviewing its strategy in regard to maximizing the future value of its assets and the alternative use of funds if it decided to exit in whole or in part, any of the Company's projects.

HAMPTON MINING LIMITED- South America

Attached is an update on exploration activities on Hampton. Takoradi's South American mineral interests (Chile and Peru) are held through Hampton. Particular attention is drawn to the Los Calatos Project located in Peru. Hampton has undertaken an extensive drilling program on Los Calatos and is now in a position to acquire title to the project in accordance with certain contractual arrangements. Los Calatos has the potential to be a major new copper molybdenum project and is a key asset of Hampton. Barrick Gold Corporation continues to hold a 51% buy - back right on the property. However, this issue is under review.



In the 7 December 2009 announcement to the ASX, Metminco Limited (MNC) advised that it had entered into an agreement to purchase North Hill Holdings Group Inc (North Hill) the ultimate owner of the Los Calatos tenements, subject to acquiring a controlling interest in Hampton. Takoradi immediately advised MNC of its concerns that this was an attempt by MNC to secure a corporate opportunity in relation to Los Calatos that belonged to Hampton. Subsequently, MNC has offered a "back to back" arrangement on MNC's North Hill Agreement, to Hampton, which would place these rights with Hampton. Accordingly, Hampton would still end up owning the Los Calatos Project. It would however be on different terms and conditions to that of the existing Hampton/North Hill option agreement which provides for a direct acquisition of Cerro Norte Mining Inc (owned by North Hill), the company that holds the rights to the tenements of Los Calatos.

Important summary points of the arrangements are as follows:

North Hill has granted Hampton the option to acquire 100% of Los Calatos through Cerro Norte contingent on Hampton doing the following:

- (i) Making certain initial payments to Cerro Norte (completed)
- (ii) Completing a 9,000meter drilling program of which the final +2700 metres of drilling, is now finished.
- (iii) Hampton must pay North Hill USD\$0.5million on 1 August 2010,
- (iv) Hampton must pay US\$0.05/lb equivalent copper in reserves based on an independent expert's assessment of the Los Calatos resource

* Upon a decision to mine a bonus payment of USD1.5million is to be paid.

Separately, MNC has entered into an Agreement with Highlands Holding Resources Inc (HHR) to buy 100% of North Hill (which indirectly owns 100% of Los Calatos through Cerro Norte), subject to:

- (i) acquiring control of Hampton and
- (ii) MNC shareholders' approval to issue 150million shares in MNC to HHR

As a part of the above arrangement, MNC has entered into an Option Agreement with Junior Investment Company Inc (JIC) to:

- (i) Acquire JIC's 31.9% of Hampton which, depending upon whether or not the other Hampton shareholders exercise their pre-emptive rights, would give MNC between 53.6% and 68.4% of Hampton.
- (ii) The option expires on 17 March 2010, prior to which, if MNC intends to exercise the option, MNC's shareholders will have had to approve the issue of up to 132,787,500 shares to JIC and pay JIC approximately US\$12million.

See recent reports from MNC as announced to ASX for further details.

This complex structure created by MNC, in conjunction with certain common directors of Hampton/MNC, for the benefit MNC, may be to the detriment of Takoradi and the minority shareholders. Takoradi regards it as a structural move by MNC to wrest control of Hampton and manage it for the benefit of MNC.



Takoradi has put MNC on written notice of its concerns, that it is reviewing its position in regard to the “back to back” course of action, as well as other matters and has reserved the right to commence legal proceedings to protect its interests in Hampton. It is further concerned that MNC may have misused confidential information of Hampton in relation to its dealings on Los Calatos.

CAPITAL STRUCTURE

Following a share consolidation on a basis of 1 new share for every 50 shares held in the Company, at the time of the consolidation in 2008, the Company now has on issue:

Total fully paid ordinary shares	- 67,162,219 million
Options expiring 31 December 2012 at 50cps	- 6,790,126 million

The top 20 Shareholders own 72.2% of the issued capital and there are currently 4,502 shareholders.

OTHER MATTERS

The company has decided to separate its technology investment by way of sale in the immediate near term. This will extinguish a large liability carried in Takoradi’s accounts. A long running litigation matter has also now been settled in regard to this investment.

The Directors sadly advise the death of Rear Admiral (retrd) Kevin Dzang, the Company’s local manager of operations in Ghana, and one of the its longest serving Directors. Kevin was held in the highest regards in Ghana for his services to Defence and to Government. A separate release will be made in this regard.

Takoradi’s directors will continue to review the best strategic corporate direction for the Company as it enters the new year of 2010 and moves towards its goal of being re-instated for trading, as soon as possible, on the ASX. The Company’s independent accountants, Pitcher Partners, Auditors PKF and other professional advisors are providing strong support to the Directors and management as they work towards achieving the goals as outlined in this report. Further information will be provided as the key objectives are achieved and issues are resolved.

RODNEY T HUDSPETH
Executive Chairman.

Attachment – Hampton Mining Limited – Re: Technical Update



HAMPTON MINING LIMITED TECHNICAL UPDATE

- Current drill campaign supports geological model and current JORC compliant resources of 262 million tonnes at 0.43% Cu and 420 ppm Mo (at a 0.2% Cu cut-off).
- Significant new diamond drill program in progress at Los Calatos
- Metallurgical testwork on Los Calatos and Vallecillo ores indicate good recovery of all metals into commercial grade concentrates.
- Camaron 100% owned Gold project identified a number of significant low-sulphidation AU anomalies identified by initial geochemical sampling. RC drilling is now planned.



Figure 1 - View north-west across exploration camp at Los Calatos.



SOUTH AMERICAN PROJECTS

Los Calatos Project (Peru) - diamond drilling

Existing JORC compliant resources (Indicated plus Inferred categories) at Los Calatos are 262 million tonnes and can be subdivided into an Indicated Resource of 69.2 million tonnes at 0.44% Cu and 0.051% Mo, and an Inferred Resource of 192.4 million tonnes at 0.42% Cu and 0.038% Mo.

In September 2009, following required submission of an Environmental Impact Statement, Metminco announced Peruvian Government approval for drilling to resume at Los Calatos, and that Hampton planned to drill up to another 20,000 metres in 26 diamond drillholes, starting with an initial 10,000 metres in 13 holes.

Drilling recommenced at Los Calatos during November 2009, employing two diamond drill rigs. By the end of the quarter three holes had been completed, CD 14, 15 and 16, (see table in appendix), totalling 3,600 metres, and holes CD 17 and 18 were in progress.

Diamond drill holes CD 14 and 15 both encountered significant copper and molybdenum mineralisation, broadly consistent with the geological model.

Significant intersections from CD 14 and 15 are as follows;

- CD 14 :between 665m to 1,200m, 397m @ 0.40% Cu and 277ppm Mo (cumulative intercept refer table in Appendix for details), including 1,170m to 1,200m, 30m @ 0.66% Cu and 420ppm Mo.
- CD 15 :from 796m to 1,200m, 404m @ 0.32% Cu and 260ppm Mo (including) 1,107m to 1,200m, 93m @ 0.69% Cu and 710ppm Mo



Figure 2 - Satellite Image of Los Calatos showing relationship to other deposits in the area

Los Calatos Project - metallurgical testwork

Concurrent with the drilling, a program of initial metallurgical testwork has been undertaken on Los Calatos copper-molybdenum mineralisation samples extracted from diamond drill core from earlier drilling programs. Eleven composite samples were tested.

Averaged results for the tests include:

- Concentrate grades: Cu 24.0% and Mo 2.5 %
- Metal recoveries into concentrates: Cu 87.5% and Mo 79.1%

The concentrate grades for copper are lower than expected in a commercial operation, owing to the presence of pyrite. However, it is believed the grade can be readily increased by modifications to the flotation conditions. By comparison, historically the average concentrate

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grade for the nearby Cuajone mine has been around 26% Cu, and for the Toquepala mine just over 27% Cu. Historic copper recoveries at these mines have generally been in the 85–90 % range. The molybdenum recoveries achieved are high compared to the rest of the industry.

Vallecillo Project (Chile) - metallurgical testing

Hampton owns 50% of the Vallecillo gold–zinc project, which covers an area of 54.5 km². There are currently four identified prospects within the tenement area. The most advanced of these prospects is La Colorada, which has current JORC compliant resources (Indicated plus Inferred categories) of 10.1 million tonnes subdivided into an Indicated Resource of 7.89 million tonnes at 1.14g/t Au, 1.32% Zn, 11.4g/t Ag and 0.29% Pb, and an Inferred Resource of 2.21 million tonnes at 0.78g/t Au, 0.58% Zn, 8.2g/t Ag and 0.26% Pb.

Hampton commissioned metallurgical testwork on samples of mineralisation from La Colorada, extracted from diamond drill core, using gravity concentration and flotation, to assess optimal economic recovery of gold and zinc. These tests showed excellent recovery of gold through gravity concentration and also that remaining gold reporting into a zinc concentrate is suitable for recovery by leaching. These preliminary results from the Vallecillo testing are very encouraging, suggesting:

- Total recovery of gold will be approximately 90% into Dore bullion on site.
- Recovery of zinc will be approximately 90% into a zinc concentrate averaging at least 50% zinc.

It is encouraging that a commercial grade zinc concentrate is likely to be achieved from a modest zinc head grade.

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Mollacas Project (Chile) - leach test work

Hampton owns 50% of the Mollacas copper leach project. The Mollacas Project has current JORC compliant resources (Indicated plus Inferred categories) of 17 million tonnes at 0.54% Cu at a 0.2% Cu cut-off for 92,000 tonnes of copper metal in-situ. Initial leach test work on representative samples from Mollacas drill core commissioned produced good leach results and copper recovery.

Hampton is currently proceeding with further and more detailed metallurgical leach test work for the Mollacas deposit, to assist with a feasibility study. The additional work will refine copper recoveries and provide more accurate estimates of operating and capital costs.

Hampton is currently completing sample preparation ahead of column leach test work.

Camaron Project (Chile)

Hampton holds 100% of some tenements and an option to acquire 100% of other adjacent tenements, covering a total of 215 square kilometres.

RC drilling is planned over a number of significant low-sulphidation Au anomalies identified by initial geochemical sampling.

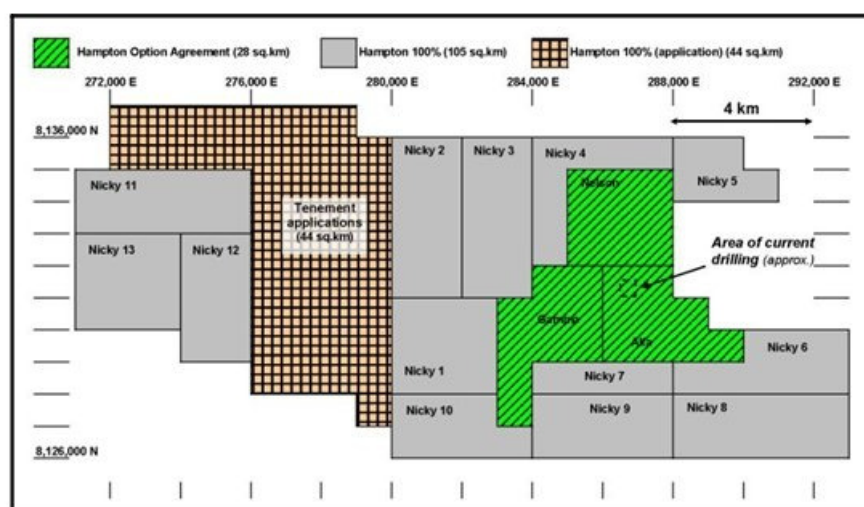


Figure 3 - Los Calatos Project - Tenement plan and area of current drilling

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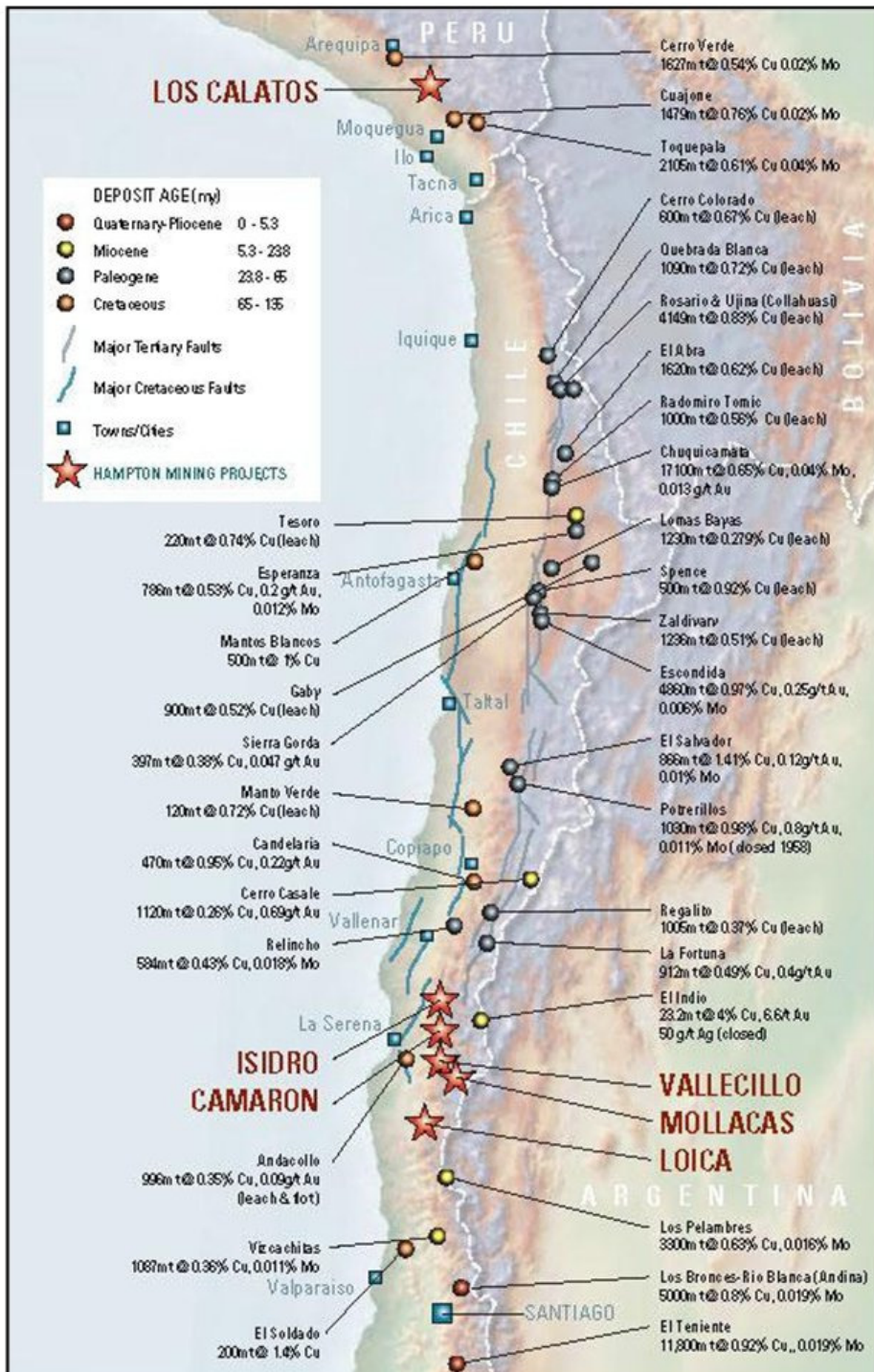
The information in this report that relates to Exploration Results is based on information compiled by Colin Sinclair, who is a Member of the Australasian Institute of Mining and Metallurgy. Colin Sinclair has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken to qualify as a Competent Person as defined in the 2004 Edition of the “Australian Code for Reporting of Mineral Resources and Ore Reserves”.

RODNEY T HUDSPETH
Executive Chairman



**APPENDIX:
Hampton Mining Limited - Proximity of Projects in Chile and Peru to major known copper deposits.**

Note: tonnages and grades shown are for estimated resources before any extraction by mining operations, but taking account of any resource additions subsequent to start of



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APPENDIX: Hampton Mining Limited – Drill hole assay data

Hole ID	Easting	Northing	Azimuth	Dip	Total Depth	From	To	Interval	Assay	
CD 14	286468	8130683	360	60	1200m	47	54	7m	0.12% Cu, 0 ppm Mo	
						79	83	4m	0.17% Cu, 50 ppm Mo	
						103	152	49m	0.12% Cu, 30 ppm Mo	
						435	444	9m	0.10% Cu, 30 ppm Mo	
						621	628	7m	0.12% Cu, 20 ppm Mo	
						665	679	14m	0.13% Cu, 30 ppm Mo	
						679	763	84m	0.45% Cu, 170 ppm Mo	
						Including	720	763	43m	0.61% Cu, 290 ppm Mo
						784	803	19m	1.55% Cu, 140 ppm Mo	
						811	817	6m	0.41% Cu, 130 ppm Mo	
						861	881	20m	0.28% Cu, 380 ppm Mo	
						892	910	18 m	0.26% Cu, 250 ppm Mo	
						931	943	12 m	0.14% Cu, 150 ppm Mo	
						962	1200	238m	0.32% Cu, 330 ppm Mo	
						Including	1090	1200	110m	0.47% Cu, 300 ppm Mo
Or including	1170	1200	30m	0.66% Cu, 420 ppm Mo						
Cumulative intercept	665	1200	427m	0.38% Cu, 226 ppm Mo						
CD 15	286473	8130460	360	60	1200m	796	1200	404 m	0.32% Cu 260 ppm Mo	
					including	1107	1200	93 m	0.69% Cu 710 ppm Mo	
CD 16					1200m				Assay Results awaited	
CD 17					In progress					
CD 18					In progress					

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