



July 14, 2009

Letter to Shareholders

Simberi Mining Corporation ("Simberi"), is an international mineral development company that has focused on African copper and cobalt development properties in the Democratic Republic of Congo ("DRC") and the exploration holdings in Australia during 2008.

Through 2008 and into early 2009, Simberi has concentrated its efforts on affirming the mineral rights of the Kakanda project in the DRC with the ultimate goal of finalizing the terms in a ratified joint venture agreement for the development of the tailing and hard rock resources contained on this property. The Kakanda mineral rights licenses, held through the subsidiary PTM Minerals, were reviewed by a special Commission in November 2007 and its rights were confirmed. During 2008 and early 2009 our license position was confirmed by the Ministry of Mines and Gécamines resulting in the completion of a Memorandum of Understanding in January 2009, setting out the terms for the formation of the joint venture company that will develop the project. Simberi will have a 70% interest and will be the operator and Gécamines will have a carried 30% interest.

We believe that after many years of civil conflict, a significant positive economic and political inflection point has been achieved in the DRC. Since 2006, the completion of a DRC constitution, democratic elections, peace treaties and the development of a more definitive mineral rights registration and development processes marks significant progress. This confidence is supported by the significant capital expenditures in the billions of dollars that are being committed to the DRC from global investors.

In South Australia, Simberi has been continuing exploration on its properties. These are Olympic Dam type properties in the Gawler Craton of South Australia. Simberi has completed and evaluated coincident magnetic and gravity geophysical anomalies and a Heritage Survey such that the properties are ready for drilling. We have farmed out one of the properties to an Australian company that will conduct drilling

In Western Australia preliminary geophysics and geology have been completed on the Merlot property. This work identified several zones that had copper, nickel and Platinum group metals that are high potential targets. In 2009 we expect to complete a Heritage Survey and obtain the other permits so that these high potential targets can be drilled.

As we look forward to the balance of 2009 and into 2010, there are many uncertainties that will depend on the state of the global economy and its impact on capital markets and financing options for mineral development companies.

The development of the Kakanda project will require Simberi to involve strategic investors and partners with African and copper/cobalt mineral development expertise. This participation is expected to be conducted through our subsidiary PTM Minerals as a direct investment in Kakanda and not be dilutive to the Simberi shareholders.





The DRC is on the verge of significant progress as DRC institutional structures backed by global institutions have been established and are starting to work. There are a number of institutions and companies that have an interest in the mineral rich DRC and who have experience in operating in Africa that may be interested in a direct investment in Kakanda. However the current investment focus is on larger companies and projects that have existing operations and larger balance sheets. Meanwhile smaller exploration and development companies focused on the DRC have yet to attract any significant investment funds.

The Kakanda project is a substantial asset that has not yet received the attention and valuation that we believe it merits especially when compared to investor interest in the last market cycle. As global capital markets recover, higher risk investment capital is starting to review projects like Kakanda.

The current capital markets for financing small capitalization mineral development companies is challenging and at present there is a paucity of public investor interest. To accommodate current market conditions and attract significant investment capital in a very competitive market, Simberi is adopting the following strategic plan:

- 1) Structure the financing and development of the Kakanda project directly through the subsidiary company PTM Minerals;
- 2) Arrange for sale or joint venture for all the Australian projects;
- 3) Re-focus exploration and acquisition activities towards gold projects;
- 4) Organize a corporate re-branding and share consolidation to attract new investor interest and analyst coverage, and;
- 5) Initiate a private equity placement to fund corporate projects.

At the August 14, 2009 Annual and Special Meeting the shareholders are being asked to approve giving the Board the ability to undertake up to a 1 for 20 stock consolidation. This consolidation is necessary to complete equity issues and potential stock based acquisitions at reasonable share numbers and prices. This share consolidation should not be interpreted as a negative event but as a positive reorganization to position the Simberi share price into a trading range that allows for involvement of institutional investors.

The re-branding of Simberi will enable the company to shift its focus to precious metals. We believe gold assets over the next cycle will attract greater investor interest and valuation compared to base metals due to continuing global economic uncertainty, a depreciating US dollar, future inflation concerns, and the fact that many central banks of growing developing countries are increasing gold reserve holdings. This process has already commenced through the recent announcement of a letter of intent for a Guyana gold property. Other potential precious metal properties and transactions are being evaluated.

Simberi would like to thank its shareholders, management and employees for their efforts during this past challenging year and their continued support as we advance the development of high potential mineral projects in the coming year.

Michael Newbury
President and Chief Executive Officer

