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TRADE SYMBOL: AARM -Canadian Trading and Quotation System Inc.
US TRADE SYMBOL: AAMTF.PK

Credit Line Facility for Emerging-Growth Publicly-Traded Companies

NEWS RELEASE

Armada Mercantile Ltd., through its merchant banking operations and its wholly-owned subsidiary Armada Group USA, Inc. (ArmadaUSA), will begin offering "Equity Line of Credit" instruments (Line of Credit) from US\$100,000 to US\$1 million, to qualified emerging-growth publicly-traded companies. Each Line of Credit is based on ArmadaUSA's sound due-diligence, a contractual agreement to Invest in the client company, and is coupled with the inherent risk of equity ownership. Contractually, Armada Mercantile Ltd. has attempted to comply with the Securities and Exchange Commission's proposed Regulation SHO, and will amend all agreements to conform to the New Regulations, if enacted.

Armada Mercantile Ltd. has modified the traditional Equity Line of Credit transaction, in order to eliminate many of the historical concerns related to these investment types, by tying contractual commitments and investment criteria to stock price and volume. Currently, ArmadaUSA is reviewing four potential public-company clients in preparation for issuing its first Line of Credit.

Companies interested in evaluation and underwriting should submit a request in writing, stating desired terms, to ArmadaUSA.

For more information pertaining to Armada Mercantile Ltd., visit www.armadamercantile.com, or contact Patrick Cole at 916-446-1585.

"Patrick Cole"

President

Certain statements included herein are "forward-looking statements" as defined by the Private Securities Litigation Reform Act of 1995. Management cautions that forward-looking statements are not guarantees and that actual results could differ materially from those expressed or implied in the forward-looking statements. Important factors that could cause the actual results of operations or financial condition of the Company to differ include, but are not necessarily limited to, the risks and uncertainties discussed in documents filed by the Company with the British Columbia and Ontario Securities Commissions.