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

Venture Lending Loan and Merchant Banking Agreement

NEWS RELEASE

Armada Mercantile Ltd. (the Company), through its wholly-owned subsidiary Armada Group USA, Inc. (ArmadaUSA), has provided a venture lending loan (the Loan) to North Carolina based real estate group Fern Valley Falls LLC. The Loan is re-payable within 30 days, is collateralized by real estate and carries a return on loaned funds of nearly twenty-percent.

In separate news, the Company has signed a merchant banking and consulting agreement with Tianjin New Roof Group Limited (the Client) of Tianjin, China. This agreement calls for ArmadaUSA, through its advisory services, to assume a leadership role on behalf of the Client as it enters an important phase of its agenda of initiatives. These advisory services will include merchant banking services, access to the public markets and seeking affiliate-funding sources to provide financing for the Client's Heineken brewery project in Ji county, Tianjin, China.

For more information pertaining to the Client, please visit www.newroof-cn.com.

For more information pertaining to the Company, 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.