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

**Venture Lending Loan Agreement**

**NEWS RELEASE**

Armada Mercantile Ltd. (the Company), through its wholly-owned subsidiary Armada Group USA, Inc. (ArmadaUSA), has signed a venture lending loan agreement (the Loan) with North Carolina based Red Sauce LLC (Red Sauce). Upon closing of the Loan, ArmadaUSA shall receive a 40% membership unit bonus in Red Sauce in the form of a member's certificate on a fully-diluted basis. Red Sauce is the master franchise owner of the NASCAR motif Turn 4 Pizza franchise. The Turn 4 Pizza headquarters is located in Mooresville, North Carolina, which is home to many NASCAR racing teams and is considered "Race Town USA". There are currently thirteen Turn 4 Pizza franchises, and it is ArmadaUSA's intention to assist Red Sauce with its franchise-growth business plan by providing advisory services and access to capital. ArmadaUSA has signed a limited-liability company operating agreement and will have representation as a member and manager of Red Sauce.

For more information pertaining to Red Sauce, please visit [www.turn4pizza.com](http://www.turn4pizza.com).

In separate news, ArmadaUSA has signed a venture lending loan agreement (the Loan) with North Carolina based VYP Inc. (VYP). Upon closing of the Loan, ArmadaUSA shall receive a 25% stock ownership bonus in VYP in the form of a stock certificate on a fully-diluted basis. VYP owns and operates four NASCAR motif Turn 4 Pizza franchises in North Carolina. ArmadaUSA and VYP are seeking to establish future growth by implementing a Turn 4 Pizza corporate store roll-out business plan. ArmadaUSA will provide advisory services, while the Company, along with its affiliate-funding partner, Peoples Bank of North Carolina, assists in providing the necessary roll-out capital. ArmadaUSA has signed a shareholders agreement and will have representation as a member of the VYP Board of Directors.

The Company wishes to restate that its client Tianjin New Roof Group Limited is contracted to build a Henninger premium beer brewery located in Ji County, Tianjin, China.

For more information pertaining to the Company, visit [www.armadamercentile.com](http://www.armadamercentile.com) or contact Patrick Cole at 916-446-1585.

*"Patrick Cole"*

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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.*