

## **QUINSAM CAPITAL CORPORATION ANNOUNCES THAT IT WILL PURSUE MERCHANT BANKING OPPORTUNITIES**

**VANCOUVER, B.C. – December 12, 2007** – Quinsam Capital Corporation (CNQ: QCAP) ("Quinsam" or the "Company") today announced that the Company would significantly expand the scope of its business by pursuing merchant banking opportunities. The Company's merchant banking business will encompass a range of activities including acquisitions, the provision of advisory services, lending activities and portfolio investments.

The Company will seek acquisitions and investments where the acquisition cost is significantly lower than what the Company believes to be the fundamental value of the asset, and where the Company has a viable plan for the realization of the underlying value. This may include investments in distressed assets, out of favor industries, early stage businesses or other situations that are highly complex, unstructured and have a high degree of risk.

Investments may be made internationally and in a broad range of different industries including both the resource and non-resource industries. Resource industry investments may include direct interests in mineral exploration, mining or other resource industry projects or minority or majority investments in companies undertaking such projects. The Company may concentrate its capital on a small number of investments or diversify into several unrelated investments. Investments may be in public or private companies and may take the form of equity or debt. Portfolio investments may include long or short positions and derivatives.

The Company intends to make loans to clients so as to generate interest income and/or capital gains. These will typically be situations where the borrower does not have access to traditional lenders for various reasons. Lending activities may be done in conjunction with investments by Quinsam or other services provided by Quinsam to a client.

The Company will provide various advisory services related to financings, mergers and acquisitions, divestitures, and corporate restructurings to clients on a fee basis. These services may be packaged with Quinsam's lending or investing activities.

The Company further announced that it would be evaluating various alternatives on how to best realize value from its existing option on the Arbade-Richore mineral exploration property in Ontario with such alternatives including direct exploration, joint-venturing or selling the property interest or allowing the option to lapse.

For further information please contact Roy Zanatta, President, Quinsam Capital Corporation at (604) 224 0460 or [rzanatta@quinsamcapital.com](mailto:rzanatta@quinsamcapital.com).