

**ARMADA MERCANTILE LTD.**  
**301-455 Granville**  
**Vancouver, British Columbia V6C 1T1**  
**Tel: 916-746-0029 Fax: 866-775-7765**  
**[www.armadamerchantile.com](http://www.armadamerchantile.com)**

**May 25, 2006**

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

**Change of Auditor**

**NEWS RELEASE**

Armada Mercantile Ltd. (the Company), announces it has replaced its former auditor, BDO Dunwoody on May 18, 2006. We would like to thank BDO Dunwoody for its years of audit services to the Company.

The Company also announces that Mr. Sam Mah, Chartered Accountant, was appointed as successor auditors by the Board of Directors on May 18, 2006 and both the former and successor auditors received the Notice of Change of Auditors on May 18, 2006.

For more information pertaining to the Company, visit [www.armadamerchantile.com](http://www.armadamerchantile.com). For investor relations, please contact Doren Quinton, President of QIS Capital at (250) 376-8989, [info@qiscapital.com](mailto:info@qiscapital.com) or [www.qiscapital.com](http://www.qiscapital.com).

*"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, Alberta and Ontario Securities Commissions.*