

Attention Business/Financial Editors:
Blue Ribbon Capital Corp. announces details of qualifying transaction
with Kilo Goldmines Inc.

TORONTO, Aug. 27 /CNW Telbec/ - Further to its preliminary news release of September 27, 2007 and a subsequent press release issued on May 12, 2008, BLUE RIBBON CAPITAL CORP. (TSX-V: BRQ.P - "Blue Ribbon"), a capital pool company, is pleased to announce that it has entered into an arm's length binding letter agreement (the "Agreement") with Kilo Goldmines Inc. ("Kilo"), originally dated September 27, 2007, as amended on April 12, 2008, pursuant to which it has agreed to acquire, directly or indirectly, all of the issued and outstanding shares of Kilo Goldmines Inc. (the "Kilo Shares"). The acquisition of Kilo will be Blue Ribbon's qualifying transaction (the "Qualifying Transaction") pursuant to the rules and policies of the TSX Venture Exchange (the "Exchange") and will result in the listing of Blue Ribbon as a Tier 2 Resource Issuer. The Qualifying Transaction is expected to occur through the amalgamation of Kilo and a wholly owned subsidiary of Blue Ribbon to be created, pursuant to which Kilo outstanding securities will be exchanged for equivalent Blue Ribbon securities as further provided herein. It is expected that upon completion of the Qualifying Transaction, Blue Ribbon will change its name to Kilo Goldmines Ltd. or to a similar name.

Pursuant to the Agreement, the outstanding common shares of Blue Ribbon will first be consolidated on a "one for four" basis (such post-consolidated Blue Ribbon common shares are hereinafter referred to as "Blue Ribbon Shares"). Blue Ribbon will then acquire all of the issued and outstanding common shares of Kilo in exchange for the issuance to the shareholders of Kilo of an aggregate of 22,933,413 Blue Ribbon Shares, plus the additional number to be issued pursuant to the Offering (as defined below) at a deemed price of \$0.80 per Blue Ribbon Share. Each Kilo shareholder will be entitled to one (1) Blue Ribbon Share for each one (1) share held by them in Kilo. In addition, Blue Ribbon has agreed to issue replacement options and warrants to all holders of Kilo options and warrants who surrender such securities to Blue Ribbon pursuant to the Agreement. The number and exercise price of the replacement options and warrants issued by Blue Ribbon will have identical exercise terms as the Kilo options and warrants that are surrendered. In addition, Kilo intends to complete a private placement financing to raise additional funds prior to the closing of the Qualifying Transaction (the "Offering"). The terms of the Offering have not as yet been established.

Completion of the Qualifying Transaction is subject to a number of conditions, including, but not limited to, the satisfaction of the minimum listing requirements of the Exchange, Exchange approval of the Qualifying Transaction, a satisfactory due diligence review by Blue Ribbon, receipt of aggregate gross proceeds under the aforementioned Offering satisfactory to meet the requirements of the Exchange, the entering into of a definitive amalgamation agreement in respect of the business combination and the approval of the respective boards of directors of Blue Ribbon and Kilo and their respective shareholders. It is expected that a meeting of the shareholders of Blue Ribbon to consider the matters outlined herein will be held in October, 2008. The Qualifying Transaction will be an arms' length transaction.

Sponsorship may be required by the Exchange in connection with the proposed Qualifying Transaction and, if so required, it is anticipated that Union Securities Ltd. will act as sponsor. An agreement to sponsor should not be construed as any assurance with respect to the merits of the transaction or the likelihood of completion.

A filing statement in respect of the proposed Qualifying Transaction will be prepared and filed in accordance with Policy 2.4 of the Exchange on SEDAR at www.sedar.com no less than seven (7) business days prior to the closing of the proposed Qualifying Transaction. A press release will be issued once the filing statement has been filed as required pursuant to the Exchange policies.

Kilo Goldmines Inc.

Kilo is a private company that was incorporated under the Business Corporations Act (Ontario) on January 18, 2006. Kilo's primary business is the exploration of mineral properties in the Democratic Republic of Congo ("DRC") - focusing on the Kilo-Moto region of this country. Kilo has a very senior and experienced management team with extensive African experience. The DRC is generally considered to be an underdeveloped and under explored region with very good potential. With a comprehensive new mining code introduced in 2002 and with democratic elections successfully concluded in 2007, management of Kilo believes that the DRC has entered into an era of renewed stability that will allow companies such as Kilo to exploit its opportunities.

As at March 31, 2008, Kilo had current assets of \$2,353,535 (September 30, 2007 - \$1,365,599), including \$1,982,739 in cash and cash equivalents, and total current liabilities of \$310,181 (September 30, 2007 - \$70,829). This financial information is unaudited, although Kilo expects that its audited financial statements for the periods ended September 30, 2006 and September 30, 2007 will be completed soon.

Kilo's main property (the "Masters Property"), upon which it intends to focus its exploration efforts, is held through a 90% owned limited liability partnership established pursuant to the laws of the DRC called KGL-Masters SPRL ("KGL Masters"), which was created on July 4, 2007. Kilo has obtained from Stanley Robinson, P. Geo. a qualifying report on its Masters Property prepared in accordance with NI 43-101 for the purposes of the Qualifying Transaction.

The mineral rights for the Masters Property are held under 8 contiguous Permis de Recherches (Exploration Licences), initially granted to MASTERS SPRL. The Masters Property is located in the Territories of Mambasa and Irumu in the Oriental Province (Province Orientale) and in the Territory of Beni in North Kivu (Nord Kivu) in the north-eastern part of the DRC. The city of Beni is located on the southern part of the property. MASTERS SPRL has assigned the Exploration Licences to KGL MASTERS and Kilo will fund KGL MASTERS to carry out exploration. The youngest lithology on the Masters Property is the Post Karoo, essentially a lateritic cuirasse. The underlying Karoo formation, of black shales, alluvial and alluvial deposits lies on the Lindian. The Lindian is composed of black argillite and sandstone intercalated with arkosic sandstone, red micaceous sandstone, conglomerates and a number of basic dykes. The Kibalian (Burundian) formation consists of quartzitic sandstone often with pyrite, pelitic and graphitic shales and horizons intercalated with fine quartzitic sandstone, banded sericite schists, quartz-sericite schists, phyllites, spotted schists and red banded shale. Gold bearing quartz veins are hosted within the Kibalian formation. Gold mineralization is present in close proximity of the Masters Property. The gold is within fractures in quartz veins that are predominantly hosted within quartz - mica schists of Kibalian formation. During the first half of the 1900's the property and vicinity was explored and exploited primarily for alluvial gold. During this time, reconnaissance type exploration activity focused on the hard-rock potential was carried out over small selected areas. Exploration activities and exploitation of gold was virtually non-existent during the second half of the 1900's. The Masters Property has never been subjected to systematic exploration using current methods.

Kilo believes that the Masters Property has the potential to host significant deposit(s) of gold either in the granitic intrusives and surrounding rocks (reduced-intrusive related gold deposits), or in the volcanic rocks (orogenic type gold deposits).

Kilo will finance all activities of KGL-Masters by way of loans which bear interest at the rate of 5%. The loans are repayable by KGL-Masters to Kilo from revenues generated, before distribution of dividends to the partners.

Proposed Management

Upon completion of the Qualifying Transaction, Kilo's current management will assume management responsibilities for Blue Ribbon. Kilo will have the right to appoint up to six directors to the board of the resulting company. It is expected that those directors will include Peter Hooper, James Mustard,

Jacques Bouchard, Jack Tindale and David Carbonaro. The incoming officers will be: Peter Hooper, President and Chief Executive Officer, Paul Andersen, Chief Financial Officer and David Carbonaro, Corporate Secretary. Moto Goldmines Limited ("MGL"), the company from which Kilo has acquired rights to certain of its properties in the DRC, including the Masters Property, currently owns 4,000,000 common shares of Kilo, or approximately 17.5 % of Kilo's issued and outstanding common shares. MGL will also be issued, prior to the closing of the Qualifying Transaction, such number of additional common shares of Kilo so that the number of Blue Ribbon Shares that will be held by MGL upon the completion of the Qualifying Transaction shall constitute 20% of the resulting public company's issued and outstanding common shares. The following are brief descriptions of the proposed directors and officers that will, collectively, assume management responsibility for Blue Ribbon upon completion of the Qualifying Transaction:

Peter Hooper - President, Chief Executive Officer and Director

Mr. Hooper is a senior mining engineer and geologist and principal of Hooper Mining Services, which has consulted to mining projects worldwide. Mr. Hooper has had direct mining operating experience including being Mine Manager of the Beaver Lodge Uranium Mine, operated by a predecessor of Cameco Inc.

David Carbonaro - Corporate Secretary and Director

Mr. Carbonaro is a partner in the Toronto office of the law firm Heenan Blaikie LLP and has been practicing in the corporate finance area for twenty years. In that period, he has had significant experience acting for many public and private companies, securities dealers and investment banks on finance matters.

James Mustard - Director

Mr. Mustard is a geologist and project engineer with extensive exploration operating experience. He was Vice President and Senior Mining Analyst at Haywood Securities Inc. before becoming President of Mantle Resources Inc.

Jack Tindale - Director

Mr. Tindale is a Canadian exploration geologist and professional engineer with over 50 years experience worldwide. Mr. Tindale is skilled in the development of exploration projects from grass roots through to feasibility and production in base and precious metals.

Jacques Bouchard - Director

Mr. Bouchard is a partner in the Montreal office of the law firm Heenan Blaikie LLP and has been practicing as an international lawyer for over twenty years. In that period, he has had significant experience acting for companies with assets in Africa, including in the DRC.

Paul Andersen - Chief Financial Officer

Mr. Andersen is the managing partner of Forbes Andersen LLP, a Toronto firm of Chartered Accountants, and has over 15 years experience in senior management roles with numerous private and public companies.

Other Information

Completion of the Qualifying Transaction is subject to a number of conditions including, but not limited to, the satisfaction of the minimum listing requirements of the Exchange and Exchange approval of the Qualifying Transaction. There can be no assurance that the transaction will be completed

as proposed, or at all. The Qualifying Transaction will be an arms' length transaction.

Investors are cautioned that, except as disclosed in the management information circular or filing statement to be prepared in connection with the transaction, any information released or received with respect to the Qualifying Transaction may not be accurate or complete and should not be relied upon. Trading in the securities of a capital pool corporation should be considered highly speculative.

The Exchange has in no way passed upon the merits of the proposed transaction and has neither approved nor disapproved the contents of this press release.

Except for historical information contained herein, this news release contains forward-looking statements that involve risks and uncertainties. Actual results may differ materially. Except as required pursuant to applicable securities laws, neither Blue Ribbon nor Kilo will update these forward-looking statements to reflect events or circumstances after the date hereof. More detailed information about potential factors that could affect financial results is included in the documents filed from time to time with the Canadian securities regulatory authorities by Blue Ribbon and Kilo.

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