






28 February 2017

Successful Institutional Placement Raising \$15.9 Million ahead of Fully Underwritten Entitlement Offer

Highlights

-  Institutional Placement bookbuild successfully completed raising approximately \$15.9 million
-  Heavily oversubscribed with a number of leading institutional resource investors attracted
-  Metro's largest shareholder Greenstone to participate in the Institutional Placement to maintain its 19.6% stake via its anti-dilution rights
-  Fully underwritten non-renounceable Entitlement Offer to raise approximately \$36.5 million opens Wednesday, 8 March 2017
-  Post completion of the equity raising Metro will be fully funded to a decision to mine for the Bauxite Hills Mine which remains on-track for project construction to commence H2 2017

Metro Mining Limited (**ASX:MMI**) (**Metro**) is pleased to announce that it has successfully completed a bookbuild to raise approximately \$15.9 million at an issue price of \$0.125 per share (**Institutional Placement**).

The Institutional Placement was heavily oversubscribed and attracted a number of leading institutional investors. Metro's largest shareholder Greenstone also participated in the Institutional Placement to maintain its 19.6% stake via its anti-dilution rights.

The Institutional Placement in conjunction with the Metro's fully underwritten one for two entitlement offer (**Entitlement Offer**) will raise Metro approximately \$52.4 million to maintain development momentum at its 100% owned Bauxite Hills Mine and to repay bridge loan facilities which supported the transformational acquisition of project neighbour Gulf late last year.

Argonaut was sole Lead Manager to the Institutional Placement and is Underwriter to the \$36.5 million Entitlement Offer.



Metro's Managing Director, Simon Finnis, said:

"We are delighted by the success of the Institutional Placement which attracted very strong support from leading institutional investors. We are also pleased Greenstone has chosen to participate to fullest extent possible to maintain its stake."

"We welcome the new high quality Institutional investors to Metro's register and look forward to their and our existing shareholders support as we continue to progress the exciting Bauxite Hills Mine toward production."

Entitlement Offer

The Entitlement Offer will open on Wednesday, 8 March 2017 and close on Friday, 17 March 2017.

Under the Entitlement Offer, eligible shareholders will be invited to subscribe for one new share for every two existing shares held at 7.00pm (Sydney time) on 3 March 2017, at the same Issue Price as the Institutional Placement.

Both Balanced Property and Greenstone have committed to subscribe their pro-rata share in the Entitlement Offer. In addition, Balanced Property has agreed to priority sub-underwrite the Entitlement Offer up to a 19.9% relevant interest in Metro post equity raising.

Entitlements are non-renounceable and will not be tradeable on ASX or otherwise transferable. Eligible shareholders who take up their entitlement will be able to trade in the shares from 27 March 2017. Eligible shareholders who do not take up their entitlement will not receive any value for those Entitlements.

The Entitlement Offer will include a top up facility under which eligible shareholders who take up their full entitlement will be invited to apply for additional shares in the Entitlement Offer from a pool of those not taken up by other eligible shareholders. There is no guarantee that applicants under this top up facility will receive all or any of the shares they apply for under the facility.

Eligible shareholders wishing to participate in the Entitlement Offer should carefully read the information booklet, which will be despatched on or around Wednesday, 8 March 2017, and follow the instructions set out on the personalised entitlement and acceptance form that will accompany the information booklet. A copy of the information booklet will be available on Metro Mining's website www.metromining.com.au and the ASX website www.asx.com.au today.



Further information

Should you have any queries in relation to the Entitlement Offer, please contact Metro's offer Information line on 1300 560 339 (within Australia) and +61 2 8011 0354 (outside Australia) on weekdays between 9.00am and 5.00pm (Sydney time). Alternatively, contact your stockbroker, solicitor, accountant or other professional adviser.

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