



12 May 2017

Dear Optionholder

\$0.0422 options (ASX:MLMO) expire at 5:00pm (AEST) on 30 June 2017

Notice is hereby given that Metallica Minerals Limited (**Company**) (ASX:MLM) options (**MLM Options**) (ASX:MLMO) that you hold will expire at 5:00pm (AEST) on Friday 30 June 2017 (**Expiry Date**). Should you wish to exercise your MLM Options, you must do so in accordance with the instructions set out in the enclosed personalised Notice of Exercise of Option Form on or before the Expiry Date. In accordance with ASX Listing Rule 6.24 and Appendix 6A of the ASX Listing Rules, the Company advises the following:

1. The number of MLM Options that you hold is set out in the **enclosed** personalised Notice of Exercise of Option Form. Each MLM Option is exercisable into one (1) fully paid ordinary share in MLM (**Share**) in accordance with the terms of the MLM Options.
2. The exercise price for each MLM Option is \$0.0422 (4.22 cents) (**Exercise Price**) pursuant to ASX Listing Rules following the Company's recent rights issue.
3. MLM Options must be exercised in multiples of 500, unless you are exercising your entire holding.
4. The due date for payment of the Exercise Price for each MLM Option that you elect to exercise is before 5:00pm (AEST) on Friday 30 June 2017 (**Due Date**).
5. If you do not elect to exercise your MLM Options on or before the Due Date and/or do not pay the Exercise Price for your MLM Options by the Due Date, your MLM Options will lapse and expire. Once expired, you will have no further right or entitlement to those MLM Options.
6. Quotation of your MLM Options will cease on Monday 26 June 2017, which is four (4) business days before the Expiry Date.
7. The latest available closing price of MLM Shares prior to the date of this notice was \$0.06 (10 May 2017).
8. The highest and lowest sale price of the Company's Shares during the three (3) months immediately before the date of this notice was:

Highest: \$0.081 (24 February 2017)

Lowest: \$0.052 (24 and 28 March 2017)

9. The MLM Options are underwritten by CPS Capital Limited.

In order to exercise your options, please follow the steps set out in the Notice of Exercise of Options Form enclosed by either:

1. Making a payment by BPAY using the Biller Code and Customer Reference Number set out on the Notice of Exercise of Options Form; or
2. Completing and returning the payment slip attached to your Notice of Exercise of Options Form along with a cheque, bank draft or money order.

METALLICA MINERALS LIMITED



All Shares issued upon exercise of the MLM Options will rank pari passu in all respects with the Company's existing Shares. The Company will apply for official quotation by the ASX of all Shares issued upon exercise of the MLM Options.

If, for any reason, you are unlikely to take up your MLM Options, please let us know. For further information, you can contact the Company on (07) 3249 3000 between 8:00am and 5:00pm (AEST) Monday to Friday. If you are unsure whether you should take up your MLM Options, you should contact your stockbroker, solicitor, accountant or other professional advisor.

Yours faithfully

A handwritten signature in black ink, appearing to read "John Haley".

John Haley
Company Secretary

Metallica Minerals Limited

Encl.

admin@metallicaminerals.com.au

