



1 July 2020

\$200,000 INSTALLMENT RECEIVED FROM SALE OF MLM INTEREST IN HMS PLANT AND TENEMENTS

Metallica Minerals Limited (**Metallica**, ASX: MLM) is pleased to announce that it has received \$200,000 (plus an additional \$20,000 GST) as part of the next instalment due on the sale of its 50 per cent interest in the Heavy Mineral Sand (**HMS**) plant and the HMS tenements at Urquhart Point (ML20669 and ML20737) (refer to ASX release dated 21 May 2020). A total of \$1,421,843 (excluding GST) has now been received by Metallica in payments for the assets including a refund of the 50% interest in the Environmental Bond valued at \$125,803.

A further amount of \$300,000 for the HMS plant is payable by the end of July 2020. Metallica and its Joint Venture (JV) partner, Ozore Pty Ltd, will retain their 50/50 interests in the HMS plant until this final payment is received. The sale of the HMS plant is subject to the JV partner also selling their 50% interest to the buyer.

The sale agreement previously required a payment to Metallica of \$500,000 (excluding GST) by the end of June 2020; however, Metallica has agreed to delay the payment of \$300,000 to the end of July 2020 upon the payment of \$200,000 as announced in this ASX release.

Subject to the successful completion of the sale, Metallica's interest in the total combined cash to be received will be approximately \$1.7 million (combining the sale proceeds and return of the bond to the JV).

The proceeds from the sale of the HMS assets add further funding to support Metallica's focus on progressing its key projects, being the Cape Flattery Silica project and the Urquhart Bauxite project.

This announcement has been approved in accordance with the Company's published continuous disclosure policy and have been approved by the Board.

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