



HORSESHOE METALS
LIMITED

ASX/MEDIA ANNOUNCEMENT

24 JUNE 2014

ASX Code: HOR

Management

Mr Neil Marston

*Managing Director/Company
Secretary*

Mr Michael Fotios

Non-Executive Director

Mr Alan Still

Non-Executive Director

Mr Damian Delaney

Company Secretary

Issued Capital

Shares: 140.2 Million

Options:

5.4 Million (60c, exp 5/15)

Performance Rights: 2.8 M

Share Price: \$0.02

Market Capitalisation:

\$2.8 Million

Cash at Bank

(23 June 2014)

\$0.8 Million

COMPLETION OF PLACEMENT AND BOARD RESTRUCTURE

Highlights

- Horseshoe Metals has successfully completed the raise of \$632,000 under Subscription and Placement Agreements.
- An additional \$167,000 was raised via recently completed Rights Issue.
- Shares in lieu of cash Drilling Contract Agreement to provide additional \$235,000 in drilling funding, preserving cash reserves.
- Board restructuring completed.
- Funds will be used to fund next phase of drilling at Company's Kumarina and Horseshoe Lights Copper-Gold Projects in Peak Hill mineral district in WA.

Horseshoe Metals Limited (ASX:HOR) ("Horseshoe" or "the Company") is pleased to announce the successful completion of a capital raise which raised \$632,000 to fund the next phase of drilling at the Company's copper-gold projects in the Peak Hills mineral district in Western Australia.

The funds were raised pursuant to Subscription and Placement Agreements, which saw a total of 20,742,857 new shares subscribed for, at various prices ranging from \$0.02 to \$0.0311 by the Company's Director and major shareholder, Mr Michael Fotios and other parties.

These funds are in addition to the \$166,978 received last week through the issue of 8,348,893 at \$0.02 per share in a Non-Renounceable Rights Issue.

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Also, the Company advises of the issue of shares to various parties pursuant to the to the terms of the Subscription, Placement, Creditors and Drilling Contract Agreements dated 28 March 2014, and approved by shareholders at the Company's Annual General Meeting held in May 2014.

In addition to the receipt of funds, 10,000,000 new shares have been issued to retire \$200,000 in debts owed to creditors of the Company.

A further 15,000,000 new shares have been issued to Whitestone Minerals Pty Limited, a drilling company associated with Mr Fotios, to undertake \$300,000 of drilling for the Company by 27 March 2015, of which approximately \$65,000 of services has already been provided.

A total of 11,742,257 of the 15,000,000 shares issued to Whitestone Minerals Pty Ltd have been placed in voluntary escrow until the completion of the drilling services.

Board Changes

As set down in the terms of the Subscription and Placement Agreements, Mr Jeremy Shervington and Mr Stuart Hall have resigned as Directors of the Company.

Mr Alan Still, a Metallurgist with over 40 years' experience in a variety of commodities has been appointed as a Non-executive Director of the Company. Mr Still is also a director of Investmet Limited.

Mr Neil Marston has been appointed a Secretary of the Company with effect from 23 June 2014 whilst Mr Damian Delaney has resigned as Company Secretary with effect from 30 June 2014.

The Company wishes to record its appreciation for the services provided by Mr Shervington and Mr Hall since the Company listed in July 2010, and Mr Delaney since his appointment in May 2012.

Future Activities

The funds raised by the Company will be applied to drilling programmes at the Company's Kumarina and Horseshoe Lights Projects.

ENDS

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