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INSTITUTIONAL PLACEMENT TO RAISE \$50 MILLION

HIGHLIGHTS

- ▶ Institutional placement to raise ~A\$50 million at A\$0.65 per share
- ▶ Proceeds will be used to strengthen the balance sheet, providing enhanced financial flexibility as Nifty ramps up to target production levels, to accelerate exploration, and to fund growth projects

Metals X Limited (**Metals X** or the **Company**) is pleased to announce the launch of a ~A\$50 million institutional placement of fully paid ordinary shares (**Placement Shares**) in the Company to professional and sophisticated investors (**Placement**).

The proceeds of the Placement will be used to:

- ▶ provide enhanced financial flexibility as the Company's flagship Nifty Copper Operation (**Nifty**) continues to ramp up towards the targeted annual production rate of 40,000 tonnes of copper in concentrate;
- ▶ accelerate regional exploration at Nifty which is located in the highly prospective Paterson Province;
- ▶ fund targeted regional exploration at the Renison Tin Operations (**Renison**);
- ▶ advance activities at the Company's development projects including the Maroochydore Copper Project (**Maroochydore**), the Renison Tailings Retreatment Project (**Rentails**) and the Wingellina Nickel-Cobalt Project (**Wingellina**); and
- ▶ fund general working capital (together with the Company's existing cash balance).

PLACEMENT DETAILS

Under the terms of the Placement the Company will issue approximately 76.9 million new Metals X Shares at a fixed price of A\$0.65 per share (**Issue Price**), representing a discount of:

- ▶ 8.5% to the closing price of A\$0.71 per share on 30 July 2018, being the last trading day prior to announcement of the Placement; and
- ▶ 7.1% to the 5-day VWAP of A\$0.70 per share up to and including 30 July 2018, being the last trading day prior to the announcement of the Placement.

Metals X is undertaking the Placement on an unconditional basis within its 15% Placement capacity under ASX Listing Rule 7.1 and will not require shareholder approval to complete the Placement.

Metals X Managing Director, Mr Warren Hallam, commented:

"Within Metals X we have exceptional growth opportunities, with our immediate priority being the ramp-up of Nifty towards the targeted annual production rate of 40,000 tonnes of copper in concentrate. In addition, we have a substantial regional portfolio of exploration tenure within the Paterson Province at Nifty and highly endowed tin field at Renison, a significant resource of copper at Maroochydore, a world-class and development-ready nickel-cobalt project at Wingellina and an expansion project at Renison in Rentails."

"Metals X, as an established copper and tin producer, is well positioned with its growth portfolio of short, medium and long term opportunities to generate strong cash flows with long-life mines. Given the recent volatility in copper price and the slower than expected ramp-up at Nifty, as previously announced, we considered it prudent to further strengthen our balance sheet to provide additional financial flexibility for our producing operations while accelerating our exploration, growth and development projects."

"The ~A\$50 million proceeds of the Placement, together with our current available cash on hand of A\$31 million at 30 June 2018 (unaudited and excluding investments, restricted cash and working capital totalling

approximately A\$46 million¹), will provide us with the financial flexibility to achieve these strategic growth objectives.”

Upon finalisation of the Placement, the Company expects that settlement of the Placement will occur on 6 August 2018 with the Placement Shares expected to be allotted through the ASX and to commence trading on 7 August 2018.

Citigroup Global Markets Australia Pty Ltd and Macquarie Capital (Australia) Limited are acting as Joint Lead Managers and Bookrunners to the Placement. Canaccord Genuity (Australia) Ltd is acting as Co-Manager to the Placement. The Placement is not underwritten.

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FORWARD LOOKING STATEMENTS AND IMPORTANT NOTICE:

This release may contain certain forward-looking statements. Often, but not always, forward looking statements can generally be identified by the use of forward looking words such as “may”, “will”, “expect”, “intend”, “plan”, “estimate”, “anticipate”, “continue”, and “guidance”, or other similar words and may include, without limitation, statements regarding plans, strategies and objectives of management, anticipated production and expected costs.

Forward-looking statements are subject to a variety of risks and uncertainties which are beyond the Company's ability to control and could cause actual events or results to differ materially from those anticipated in such forward-looking statements.

This announcement does not include reference to all available information on the Company and should not be used in isolation as a basis to invest in Metals X. Any potential investors should refer to Metals X's other public releases and statutory reports and consult their professional advisers before considering investing in the Company.

This release has been prepared for publication in Australia and may not be released in the United States. This release does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or any other jurisdiction. Any securities described in this release have not been, and will not be, registered under the US Securities Act of 1933 and may not be offered or sold in the United States except in transactions exempt from, or not subject to, registration under the US Securities Act and applicable US state securities laws.

¹ After adjusting the reported working capital position as at 30 June 2018 by ~(\$2 million) to account for the reclassification of leave entitlements.