



## Metallum to raise approximately \$560,000

ASX ANNOUNCEMENT

2 March 2015

**Metallum Limited ASX: MNE** is pleased to announce that the Company has received firm commitments to subscribe for 56,000,000 fully paid ordinary shares ('Shares') at an issue price of \$0.01 per Share to raise approximately \$560,000 (before costs) ('Placement').

The Placement Shares will be issued pursuant to the Company's 15% annual placement capacity to sophisticated and professional investors qualifying under s708 of the Corporations Act 2001 (Cth). It is expected the Placement Shares will be issued on or around 6 March 2015, at which time the Company will apply to ASX for listing of the Placement Shares.

The funds raised from the Placement will be applied towards an option payment pursuant to the option agreement to acquire the El Roble project concessions (ASX announcement 15 August 2013) and working capital for acceleration of mining activities at El Roble.

Commenting on the Placement and the Company's plans, Metallum's Managing Director, Mr Zeff Reeves said: "This injection of capital has introduced a number of new investors and support onto our register and will assist in accelerating our mining activities at El Roble as well as funding an option payment so as to avoid burdening our new mining operation with any additional non-operating expenses.

"The San Sebastian stope is rapidly filling with blasted high grade material and we are advancing the establishment of an additional mining level at San Sebastian, as well as getting access to new stoping panels at Viuda and Paraguay. The Company continues to truck high grade copper material from San Sebastian as part of its strategy to fund growth through mining of high grade copper veins.

"This capital raising ensures the Company has the necessary capital to get this work done quickly, while the first stope at San Sebastian is being prepared", Mr Reeves added.

Merchant Corporate Pty Ltd ('Merchant') will act as lead manager to the Placement. In consideration for its services, Merchant will receive a fee of 6% (excluding GST) of all capital raised under the Placement. In addition, and subject to available 15% placement capacity, the Company has agreed to issue Merchant and or its nominee/s, 15,000,000 unlisted options exercisable at \$0.015 each on or before 15 July 2017 (Options). The Options will include a condition that if the 10 day volume weighted average price (VWAP) of the Company's fully paid ordinary shares trading on ASX is \$0.022 or greater, the expiry date of the Options will be accelerated to 20 trading days following this VWAP trigger being met.

For more information visit the Metallum website at [www.metallum.com.au](http://www.metallum.com.au) or contact:

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## **About Metallum Limited**

Metallum Limited (ASX: MNE) is an Australian-based company that acquires and develops copper and gold projects around the world with a focus on Chile. The Company has an interest in the highly prospective, high grade El Roble Copper Project in Region III of Chile, targeting IOCG-style copper and gold mineralisation. The Company is focused on achieving growth and shareholder value through the development of near-term, small-scale mining operations at El Roble which will enable self-funded growth into the future. El Roble is ideally located 25km from the port of Caldera and within 80km of two copper toll treatment plants within the world class Atacama IOCG region, which has a history of high-grade copper production. The Company has commenced trucking copper-bearing material from the Panga mine at El Roble for processing at a nearby plant.

Metallum Limited also has an interest in the Comval Copper Project in the Philippines, and its Australian-based project, Teutonic, is prospective for gold and base metals.

Metallum Limited has a strong Board and management team with considerable technical, commercial and corporate experience in the resources sector.

For more information visit the Metallum Limited website at [www.metallum.com.au](http://www.metallum.com.au)