

GENERAL MINING CORPORATION LIMITED UPDATE: MT CATTLIN PROJECT

HIGHLIGHTS

- Due Diligence successfully completed; moving to development phase
- Company is fully funded through to a final Development Decision in early July 2015 after raising \$900,000
- Discussions with potential offtake partners underway
- Shire of Ravensthorpe has been engaged to consider infrastructure challenges around site
- General Mining Board to be restructured
- Initial outcomes of due diligence suggest that substantial efficiency gains are possible in workforce size, and processing plant & mining optimisation

General Mining Corporation
ABN: 95 125 721 075

ASX Code: GMM

Quoted Securities:
152,313,993 shares
5,801,582 options

Total Issued Capital:
152,313,993 shares
19,666,666 options

Share Price:
6.2 cents per share

Market Capitalisation:
AUD\$9.44M

Board of Directors
Mr Michael Wright
Chairman

Mr Craig Readhead
Non-executive Director

Mr Michael Fotios
Non-executive Director

Mr Bob Wanless
Non-executive Director

Company Secretary
Ms Karen Brown

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General Mining Corporation Limited (ASX:GMM) is pleased to advise that Due Diligence on the Mt Cattlin Project (announced to the market on Monday 9th February 2015) has now been successfully completed and the Company will now move into a three month Development Period during which GMM will be the manager for the purpose of determining whether/when to commence Tantalum/Spodumene production at the Mt Cattlin Project.

The following note provides an update on its Due Diligence.

Technical

GMM has commissioned a team with significant experience in Tantalum and Lithium processing facilities to assist the Company with its technical review, including a number of well credentialed experts.

The key processing focus is on the redesign of part of the circuit to efficiently recover Tantalum, Spodumene and Mica via a gravity dominant process flow.

The key mining focus is the re-optimisation of the resource on Tantalum grades, as the previous resource is based on Lithium grades.

Marketing

Discussions have commenced with potential long term offtake partners and shippers about the proposed recommencement of operations at Mt Cattlin. These talks remain ongoing at present, but the Board is encouraged by improvements in the key commodities under consideration.

Corporate

Pending a positive development decision by the Company in early July 2015 the GMM Board will be restructured, and a search has begun to find suitable replacements with the Company focusing on candidates with relevant technical and capital markets expertise.

Stakeholder Consultation

General Mining has also met with the Shire of Ravensthorpe to discuss both local support for the proposed re-start, and more importantly, to canvass a number of potential alternative infrastructure options relating to the operation (Water, Power, Roads).

GMM also hosted a Town Hall meeting in Ravensthorpe on Monday 16th March 2015 to discuss its plans for Mt Cattlin, and to allow local residents to raise any concerns with the proposed re-start. No material concerns were raised.

Timeline

In accordance with the terms of its Agreement with Galaxy Resources, GMM is due to issue a notice on its Development Decision on or before 1 July 2015 (which will be subject to shareholder approval being obtained at a meeting prior to that date). During the three months leading up to 1 July 2015, GMM will be responsible for all Care & Maintenance costs on the Project.

It is also anticipated a more detailed marketing presentation outlining GMM's development strategy will be made available to the market prior to July 1 2015.

-ENDS-

For more information:

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