

ASX Announcement
30 April 2015

ACTIVITIES FOR THE QUARTER ENDED 31 MARCH 2015

Highlights

- **Assays confirm significant high grade graphite discovery at 100% owned Montepuez Project - 145.59m @ 9.60% TGC and 0.12% V from 34m, including up to 33.8% TGC and 0.26% V.**
- **Assays confirm outstanding high grade lead-zinc results at Kroussou Project in Gabon - up to 9.69% Zinc and 33.10% Lead**
- **Andrew McKee appointed as Non-Executive Director**

Operations

Mozambique

During the March quarter the Company completed extensive reviews of its recently completed drill programs at Montepuez and Rio Mazoe, and commenced its 2015 exploration programs. Assays returned during the period confirmed a significant high grade graphite discovery at the Company's 100% owned Montepuez Project, with a result of 145.59m @ 9.60% TGC and 0.12% V from 34m, including up to 33.8% TGC and 0.26% V, providing the impetus for 2015's efforts. Please refer the Company's announcement on 4 March 2015 for full detail on these drilling results.

The Company's geological team is currently on site at Montepuez and preparing for a second drilling campaign at the Montepuez Graphite Project, expected to commence shortly.

Gabon

The Company continued extensive mapping activities at the Kroussou Project during the quarter. The assay results from a previous exploration program, confirming outstanding high-grade lead-zinc results at Kroussou Project in Gabon, including up to 9.69% Zinc and 33.10% Lead were very encouraging and support the Company's current program at the Kroussou Project. Please refer to the Company's announcement on 7 April 2015 for full detail on these results from the Kroussou Project. The continued mapping at Kroussou has identified additional outcropping zinc and lead prospects, over a distance of more than 50km, and laboratory assay results for samples from this work are expected to be available shortly.

Corporate

On 5 February Mr Andrew McKee, a highly experienced resource sector executive, was appointed as an independent non-executive director.

AUSTRALIA


945 Wellington Street,
West Perth, Western Australia 6005
T +61 8 9322 7600 **F** +61 8 9322 7602
E admin@metalsofafrica.com.au

AFRICA

385 Avenue de Zimbabwe
Bairro de Sommerschield
Cidade de Maputo Mozambique
T +258 214 937 33 **F** +258 214 937 35

www.metalsofafrica.com.au

ABN 75 152 071 095



Mr McKee will bring a broad skill set of relevant resources sector experience and expertise to the Metals of Africa board, and will help lead the Company in its next phase of the development of its projects.

Non-executive Chairman Mr Gilbert George commented that:

"We are delighted to have attracted someone of Andrew's calibre to join our board at this exciting stage in the advancement of a number of our projects, including a focus on research and development programmes and the Company's graphite assets in Mozambique. Andrew brings a wealth of experience in the resources sector, and associated marketing and research and development, which will be invaluable as we seek to advance our interests as an independent and proactive board consistent with the Company's growth plans."

The Company's shareholders approved the following resolutions at a shareholder meeting held on 16 January 2015:

- Resolution 1: Approval of the issue of Shares pursuant to the Dombeya Acquisition
- Resolution 2: Approval of issue of Convertible Notes under Convertible Note Facility
- Resolution 3: Approval of issue of Incentive Options
- Resolution 4: Ratification of September Placement Shares
- Resolution 5: Ratification of July Placement Shares

The Company's AGM will be held on Thursday 28 May 2015 at 10.00am at its registered office.

For further information please contact:

Cherie Leeden
Executive Director
+61 8 9322 7600
admin@metalsofaufrica.com.au

Tenement Summary – 31 March 2015

1. MINING TENEMENTS HELD				
Tenement Reference	Location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
Rio Mazoe Project				
1411	Mozambique	Granted	100%	100%
1442	Mozambique	Granted	100%	100%
3588	Mozambique	Granted	100%	100%
1492	Mozambique	Granted	100%	100%
1509	Mozambique	Granted	100%	100%
1885	Mozambique	Granted	100%	100%
Changara JV				
1421	Mozambique	JV	51%	51%
1431	Mozambique	JV	51%	51%
1123	Mozambique	JV	51%	51%
1122	Mozambique	JV	51%	51%
Express Licences				
5572	Mozambique	Granted	100%	100%
5701	Mozambique	Granted	100%	100%
5473	Mozambique	Granted	100%	100%
6216	Mozambique	Granted	100%	100%
6251	Mozambique	Granted	100%	100%
6253	Mozambique	Granted	100%	100%
5345	Mozambique	Granted	100%	100%
5350	Mozambique	Granted	100%	100%
6187	Mozambique	Granted	100%	100%
6191	Mozambique	Granted	100%	100%
6170	Mozambique	Granted	100%	100%
6172	Mozambique	Granted	100%	100%
6167	Mozambique	Granted	100%	100%
6254	Mozambique	Granted	100%	100%
Gabon				
Lastourville (495)	Gabon	Granted	90%	90%
Kroussou (3)	Gabon	Granted	90%	90%
Mbongou	Gabon	Granted	0%	90%
Tanzania				
PL9384/2013 (Dodoma East)	Tanzania	Granted	100%	100%
PL 9544 (HQ-P27238: Mukombe 1)	Tanzania	Granted	100%	100%
PL 9748 (HQ-P27825: Mukombe 2)	Tanzania	Granted	100%	100%

2. MINING TENEMENTS ACQUIRED/DISPOSED

Tenement Reference	Location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
ACQUIRED				
Mbongou	Gabon	Granted	0%	90%
DISPOSED				
HQ-P27216 (Godegode 3)	Tanzania	Relinquished	100%	0%
HQ-P27744 (Mkindu 1)	Tanzania	Relinquished	100%	0%
PL9382/2013 (Mkindu 2)	Tanzania	Relinquished	100%	0%
PL9356/2013 (Mkindu 3)	Tanzania	Relinquished	100%	0%
PL9381/2013 (Mkindu 4)	Tanzania	Relinquished	100%	0%
PL9383/2013 (Mkindu 5)	Tanzania	Relinquished	100%	0%
PL9385/2013 (Mkindu 6)	Tanzania	Relinquished	100%	0%
PL9843 (Mzombe)	Tanzania	Relinquished	100%	0%
PL9750 (Mzombe)	Tanzania	Relinquished	100%	0%
HQP6356	Tanzania	Relinquished	100%	0%
HQP6357	Tanzania	Relinquished	100%	0%
HQP6988	Tanzania	Relinquished	100%	0%

3. BENEFICIAL PERCENTAGE INTERESTS HELD IN FARM-IN OR FARM-OUT AGREEMENTS

Tenement Reference	Location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
Changara JV				
1421	Mozambique	JV	51%	51%
1431	Mozambique	JV	51%	51%
1123	Mozambique	JV	51%	51%
1122	Mozambique	JV	51%	51%

4. BENEFICIAL PERCENTAGE INTERESTS HELD IN FARM-IN OR FARM-OUT AGREEMENTS ACQUIRED OR DISPOSED				
Tenement Reference	Location	Nature of interest	Interest at beginning of quarter	Interest at end of quarter
ACQUIRED Nil				
DISPOSED Nil				

About the Montepuez Graphite Project

The Montepuez Graphite Project is located in the Cabo Delgado Province, in Mozambique, and is 100% owned by Metals of Africa. It comprises three exploration licenses, all of which are partially underlain by the litho-stratigraphic rock units which are known to contain major graphite mineralisation to the south at Balama (Syrah Resources Limited - ASX: SYR) and Balama North (Triton Minerals Limited - ASX: TON). Much of the Montepuez project occurs within the same regional geological setting as these large graphite deposits.

About Metals of Africa Limited (MTA)

Metals of Africa (ASX: MTA) is a diversified minerals exploration company dedicated to exploring for world class deposits in Africa. The Company's core commodity targets are: zinc, lead copper and graphite. Metals of Africa are conducting a series of research and development activities and trials in both Australia and Africa in establishing the best process methodology in mineral exploration, mining and processing. This activity is for the benefit of the company's holdings and in the licensing of intellectual property as a means of bringing these ideas to the market.

Competent Persons Statement

The information in this report that relates to Exploration Results is based on information compiled by Ms. Cherie Leeden, who is Executive Director of the Company. Ms Leeden is a Member of the Australian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms Leeden consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

Introduced 01/07/96 Origin Appendix 8 Amended 01/07/97, 01/07/98, 30/09/01, 01/06/10, 17/12/10, 01/05/2013

Name of entity

Metals of Africa Limited

ABN

75 152 071 095

Quarter ended ("current quarter")

31 March 2015

Consolidated statement of cash flows

Cash flows related to operating activities		Current quarter \$A'000	Year to date (3 months) \$A'000
1.1	Receipts from product sales and related debtors	-	-
1.2	Payments for (a) exploration & evaluation	(1,600)	(1,600)
	(b) development	-	-
	(c) production	-	-
	(d) administration	(269)	(269)
1.3	Dividends received	-	-
1.4	Interest and other items of a similar nature received	11	11
1.5	Interest and other costs of finance paid	-	-
1.6	Income taxes paid	-	-
1.7	Other (provide details if material)	-	13
Net Operating Cash Flows		(1,859)	(1,859)
Cash flows related to investing activities			
1.8	Payment for purchases of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.9	Proceeds from sale of: (a) prospects	-	-
	(b) equity investments	-	-
	(c) other fixed assets	-	-
1.10	Loans to other entities	-	-
1.11	Loans repaid by other entities	-	-
1.12	Other (costs related to Express Acquisition)	-	-
Net investing cash flows		-	-
1.13	Total operating and investing cash flows (carried forward)	(1,859)	(1,859)

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(1,859)	(1,859)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc.	-	-
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	-
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (share issue costs)	-	-
	Net financing cash flows	-	-
	Net increase (decrease) in cash held	(1,859)	(1,859)
1.20	Cash at beginning of quarter/year to date*	3,862	3,862
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	2,003	2,003

*note final cash position disclosed in 31 December 2014 quarterly was understated due to an exchange rate miscalculation. Opening cash is correct as per 1.20 and 31 December 2014 audited financial statements.

Payments to directors of the entity, associates of the directors, related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	99
1.24	Aggregate amount of loans to the parties included in item 1.10	-
1.25	Explanation necessary for an understanding of the transactions	
	Director fees.	

Non-cash financing and investing activities

- 2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

Nil

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

- 2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

n/a

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	800
4.2 Development	-
4.3 Production	-
4.4 Administration	250
Total	1,050

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	2,003	3,862
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	2,003	3,862

+ See chapter 19 for defined terms.

Changes in interests in mining tenements and petroleum tenements

	Tenement reference and location	Nature of interest (note (2))	Interest at beginning of quarter	Interest at end of quarter
6.1 Interests in mining tenements and petroleum tenements relinquished, reduced or lapsed	Mozambique Nil			
	Gabon Nil			
	Tanzania HQ-P27216 (Godegode 3)	Relinquished	100%	0%
	HQ-P27744 (Mkindu 1)	Relinquished	100%	0%
	PL9382/2013 (Mkindu 2)	Relinquished	100%	0%
	PL9356/2013 (Mkindu 3)	Relinquished	100%	0%
	PL9381/2013 (Mkindu 4)	Relinquished	100%	0%
	PL9383/2013 (Mkindu 5)	Relinquished	100%	0%
	PL9385/2013 (Mkindu 6)	Relinquished	100%	0%
	PL9843 (Mzombe)	Relinquished	100%	0%
	PL9750 (Mzombe)	Relinquished	100%	0%
	HQP6356	Relinquished	100%	0%
	HQP6357	Relinquished	100%	0%
	HQP6988	Relinquished	100%	0%
6.2 Interests in mining tenements and petroleum tenements acquired or increased	Gabon Mbongou	Granted	0%	90%

+ See chapter 19 for defined terms.

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

		Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1	Preference +securities (description)				
7.2	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions				
7.3	+Ordinary securities	129,378,027	129,378,027		Ordinary fully paid
7.4	Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs				
7.5	+Convertible debt securities (description)				
7.6	Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7	Options (description and conversion factor)	5,000,000 5,000,000 3,666,666 2,488,500 600,000 57,854,396 2,500,000 1,000,000	Unquoted Unquoted Unquoted Unquoted Unquoted Quoted Unquoted Unquoted	Exercise price \$0.25 \$0.40 \$0.25 \$0.15 \$0.168 \$0.15 \$0.093 \$0.26	Expiry date 30 June 2015 30 June 2015 31 Dec 2015 3 Dec 2016 3 Dec 2016 7 Jan 2017 31 March 2017 4 February 2018

+ See chapter 19 for defined terms.

Appendix 5B

Mining exploration entity and oil and gas exploration entity quarterly report

7.8	Issued during quarter	1,000,000	Unquoted	\$0.26	4 February 2018
7.9	Exercised during quarter				
7.10	Expired during quarter				
7.11	Debentures (totals only)				
7.12	Unsecured notes (totals only)				

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does ~~/does not~~* (delete one) give a true and fair view of the matters disclosed.

30 April 2015

Sign here: Date:
(~~Director~~/Company secretary)

Print name: Steven Wood
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Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements and petroleum tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement or petroleum tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 **Issued and quoted securities** The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, *AASB 6: Exploration for and Evaluation of Mineral Resources* and *AASB 107: Statement of Cash Flows* apply to this report.

+ See chapter 19 for defined terms.

- 5 **Accounting Standards** ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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