



HORSESHOE METALS
LIMITED

**ASX/MEDIA
ANNOUNCEMENT**

27 JULY 2015

ASX Code: HOR

Management

Mr Neil Marston
*Managing Director/Company
Secretary*

Mr Michael Fotios
Non-Executive Director

Mr Alan Still
Non-Executive Director

Issued Capital

Shares: 169.7 Million

Share Price: \$0.023

**Market Capitalisation:
\$3.9 Million**

**\$1.0 MILLION LOAN AND
CONVERTIBLE NOTE FACILITY**

SUMMARY

- Horseshoe Metals has entered into an unsecured Loan and Convertible Note Facility of up to \$1.0 Million from its major shareholder and director, Michael Fotios.
- Funds to be applied to fund on-going exploration and development activities at the Horseshoe Lights and Kumarina Projects and for working capital purposes.

Horseshoe Metals Limited (ASX:HOR) ("Horseshoe" or "the Company") is pleased to advise that it has entered into an unsecured Loan and Convertible Note Agreement ("Facility") with its major shareholder and company director, Michael Fotios.

Details of the Facility are summarised below:

Lender:	Michael George Fotios ATF The Michael Fotios Family Trust;
Loan Amount:	Up to \$1.0 Million, to be drawn down as ten unlisted, Convertible Notes, each having a face value of \$100,000;
Interest Rate:	6.0% p.a. accruing annually;
Maturity Date:	24 July 2016;
Repayment:	In cash at Maturity Date;
Conversion:	The Convertible Notes may be converted into shares, at the Lender's election, at a conversion price equal to the price of shares under the Company's next equity fund raising. The Lender is also entitled to receive any free attaching securities issued as part of the equity raising (at the same ratio). The issue of conversion shares and free attaching securities is subject to any shareholder approval that may be required; and
Use of funds:	The funds will be applied to fund on-going exploration and development activities at the Company's Horseshoe Lights and Kumarina Projects and for working capital purposes.



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The issue of any Convertible Notes is subject to the Company's ability to issue them without shareholder approval under Listing Rule 7.1, or otherwise with shareholder approval, and accordingly, any advances received under the Facility will be treated as a loan until such time as the Company is able to issue the Convertible Notes in such a manner.

The Company is delighted to receive such strong on-going support from its major shareholder.

ENDS

For further information please contact:

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