

22 March 2016

## CZL raises additional funds to increase drilling rate

- **\$0.55m AUD bridging funding in place in order to maintain drilling momentum while DD is completed for the longer term funding commitment.**
- **Drilling for maiden JORC Resource to be completed in April.**

Consolidated Zinc Ltd (“CZL” or the “Company”) is pleased to announce it has arranged an interim funding package totalling \$550,000 with existing shareholders to maintain high levels of drilling activity on its Plomosas Zinc project. The Company continues to work with the Singapore based Funan Group Pte Limited and its due diligence program relating to the \$2.2m drawdown facility (announced 22 December 2015), and is in advanced discussions with additional funding partners.

The interim funding package consists of the following:

- Placement of 1,000,000 fully paid ordinary shares at \$0.045 per share (with a free 1 for 2 unlisted \$0.06, 31 December 2018 option), which will be issued under the Company’s available 15% capacity following the meeting of shareholders on 29 March 2016;
- Convertible loan facility of \$305,000 with the Copulos Group. It is anticipated the facility will be converted in May 2106 subject to shareholder approval on the same terms as recent placements, \$0.045 per share (with a free 1 for 2 unlisted option \$0.06, 31 December 2018 expiry). 400,000 ordinary shares will be issued as consideration for fees and interest;
- Convertible loan facility of \$200,000 with the Retzos Group. It is anticipated the facility will be converted in May 2106 subject to shareholder approval on the same terms as recent placements, \$0.045 per share (with a free 1 for 2 unlisted option \$0.06, 31 December 2018 expiry). 262,000 ordinary shares will be issued as consideration for fees and interest.

Managing director, Will Dix commented, “We are very pleased with the financial support of our chairman, Stephen Copulos and the Retzos Group for assisting the company to maintain the high level of drilling currently undertaken at CZL. We are very encouraged by the drilling results as the high Zn grades continue coming through.”

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### ABOUT CONSOLIDATED ZINC

Consolidated Zinc Limited (ASX:CZL) is a minerals exploration company listed on the Australian Securities Exchange. The Company’s major focus is in Mexico where it recently acquired 51% of the exciting high grade Plomosas Zinc Lead Silver Project through its majority owned subsidiary, Minera Latin American Zinc CV SAPI. Historical mining at Plomosas between 1945 and 1974 extracted over 2 million tonnes of ore grading 22% Zn+Pb and over 80g/t Ag. Only small scale mining continued to the present day and the mineralised zones remain open at depth and along strike. The Company’s main focus is to identify and explore new zones of mineralisation within and adjacent to the known mineralisation at Plomosas with a view to identifying new mineral resources that are exploitable.

In addition to Plomosas the Company also has interests in the Jailor Bore Uranium Project in Western Australia.