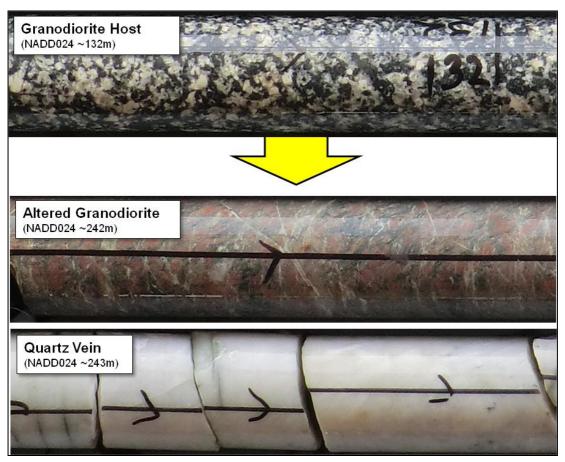


# **Quarterly Activities Report**

# **June 2012**



Nabanga Prospect – Diamond drill core from drill hole NADD024 - assays pending.

### Mt Isa Metals Limited

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# **Highlights**

#### West African - Gold

- New high grade assay results received from reverse circulation (RC) drilling at Nabanga Gold Project, south-east Burkina Faso.
- Significant extensions to high grade gold mineralisation achieved in both the Central Zone and North Zone target areas at Nabanga.
- High grade gold mineralisation on Nabanga deposit extended to 200 metres depth along a total 2,300 metre strike length (includes some lower grade intervals).
- New Nabanga RC drill intersections include:

#### Nabanga – Central Zone

- o 11.0m @ 5.53g/t Au from 133m (in NARC213)
- 8.0m @ 12.68g/t Au from 148m (in NARC216)
   (incl. 2.0m @ 44.30g/t Au from 149m)
- 5.0m @ 15.62g/t Au from 112m (in NARC218)
   (incl. 3.0m @ 25.43g/t Au from 112m)
- 6.0m @ 7.28g/t Au from 133m (in NARC223)
   (incl. 1.0m @ 28.70g/t Au from 135m)
- 2.0m @ 10.81g/t Au from 16m (in NARC225)
- 8.0m @ 8.04g/t Au from 95m (in NARC234)
   (incl. 2.0m @ 27.70g/t Au from 99m)
- 6.0m @ 11.21g/t Au from 145m (in NARC254)
   (incl. 1.0m @ 37.70g/t Au from 150m)
- 7.0m @ 5.64g/t Au from 170m (in NARC287)
   (incl. 1.0m @ 24.40g/t Au from 174m)
- 7.0m @ 17.29g/t Au from 169m (in NARC293)
   (incl. 3.0m @ 35.88g/t Au from 173m)
- 11.0m @ 10.52g/t Au from 114m (in NARC300)
   (incl. 2.0m @ 49.87g/t Au from 117m)
- o 2.0m @ 16.36g/t Au from 82m (in NARC303)
- 4.0m @ 8.13g/t Au from 129m (in NARC326)
- 3.0m @ 34.75g/t Au from 172m (in NARC327)
   (incl. 2.0m @ 51.10g/t Au from 172m)
- 10.0m @ 32.90g/t Au from 167m (in NARC330)
   (incl. 1.0m @ 154.0g/t Au from 167m)
   (incl. 4.0m @ 39.08g/t Au from 171m)
- 9.0m @ 4.17g/t Au from 168m (in NARC331)
   (incl. 4.0m @ 8.02g/t Au from 168m)
- 14.0m @ 11.27g/t Au from 130m (in NARC332)
   (incl. 5.0m @ 29.61g/t Au from 135m)



#### Nabanga - North Zone

- o 1.0m @ 23.30g/t Au from 158m (in NARC279)
- 3.0m @ 22.65g/t Au from 78m (in NARC319)
- 3.0m @ 11.55g/t Au from 126m (in NARC321)
- 8.0m @ 18.13g/t Au from 116m (in NARC323)
   (incl. 4.0m @ 32.50g/t Au from 116m)
- 3.0m @ 13.49g/t Au from 134m (in NARC344)
- 10.0m @ 9.87g/t Au from 163m (in NARC345)
   (incl. 5.0m @ 16.84g/t Au from 164m)
- 7.0m @ 6.66g/t Au from 112m (in NARC347)
   (incl. 2.0m @ 18.55g/t Au from 114m)
- Nabanga phase 1 "deeper" diamond drilling program completed testing for extensions below 200m vertical depth assays are awaited.
- Nabanga maiden resource drilling completed all assays received resource estimation in progress.
- New assay results received from follow-up reverse circulation drilling at the Boungou Gold Project (Natougou Prospect).
- Results received to date from Natougou Prospect define a broad relatively flat-lying gold mineralised structure (average 11° dip) with down-hole intersection widths up to 24 metres (above a 0.25g/t Au cut-off grade).
- Gold mineralisation on Natougou discovery cross section extended from 300m to 600m down-dip extent new drill intersections (above a 0.5g/t Au cut-off grade) include:
  - o 8m @ 8.31g/t Au (from 52m) in BORC049
  - o 8m @ 1.95g/t Au (from 68m) in BORC050
  - o 4m @ 3.09g/t Au (from 84m) in BORC051
  - 8m @ 1.75g/t Au (from 92m) in BORC065
- Regional geochemical sampling programs continued with soil samples collected over multiple permits during the quarter assays are awaited.

# **Mount Isa - Copper**

- Planning activities in progress for re-commencement of field work in the Boomara and Leichardt Project areas (both areas are subject to third-party funding and exploration management under joint venture and earn-in agreements).
- MET continues to seek joint venture partners for its remaining 100% owned assets in the Mount Isa region.

# **Corporate**

- Proposed name change to Orbis Gold Limited Extraordinary General Meeting to be held on 2<sup>nd</sup> August 2012.
- Cash balance \$6.0m (30 June 2012, un-audited).



# **Exploration – West Africa**

During the quarter the Company announced further significant exploration drilling results from its substantial portfolio of exploration properties in the world-class Birimian Gold Province of West Africa.

Results included additional high grade gold intersections from the Nabanga Gold Project in south-east Burkina Faso, and additional near-surface gold drill intersections from the Boungou Prospect also located in south-east Burkina Faso.

Significant exploration activities undertaken during (and subsequent to the end of) the quarter included:

- completion of RC resource definition drilling at the Nabanga high grade gold discovery RC drilling at Nabanga during the current field season totalled approximately 32,900 drill metres,
- completion of an initial deep diamond drilling program at Nabanga providing a first assessment of the Nabanga structure below 200m vertical depth,
- completion of additional RC drilling at the Boungou Gold Prospect gold mineralisation on the discovery cross section now extended to 600m width (down dip extent), and
- completion of regional geochemical (soil sampling) programs across 7 separate permits / permit areas.

The location of the Company's exploration permits and project areas in Burkina Faso are shown in figure 1.

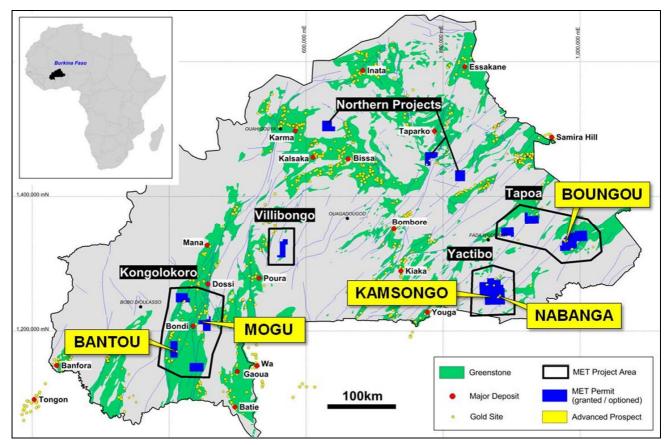


Figure 1 - Location of MET Burkina Faso exploration permits/ project areas (excludes applications).



# **Yactibo Project**

#### **Nabanga Prospect**

The Nabanga Gold Prospect is located in south-east Burkina Faso and lies within the Company's Yactibo Project area (figure 1). The Nabanga Prospect is defined at surface by a northeast-trending zone of shallow artisanal gold workings that extend over a 3.6 kilometre strike length (figure 2).

The Company holds a 100% interest in the Nabanga permit (save for a 1% NSR royalty on future gold production retained by the previous permit owner).

A significant gold discovery was announced by MET at Nabanga in early 2011 following the completion of an initial broad-spaced reverse circulation (RC) drilling program. The initial drilling program intersected near-surface high grade gold mineralisation in multiple locations along the line of shallow surface workings.

As a result of the success of the maiden drilling program an extended RC drilling program was carried out at Nabanga during mid-2011. Further success in this "phase 2" program, with results demonstrating excellent grades and continuity, led MET to commence a comprehensive resource drilling program on the Nabanga prospect in November 2011.

The initial resource drilling program was completed during the June quarter. In total the Company completed 32,900m of RC drilling at Nabanga during the 2011/12 field season.

A drill status plot showing the location of all drill holes completed to date at Nabanga is shown in figure 2.

The new drill assay results received during the current quarter extended high grade gold mineralisation on the Nabanga structure to a minimum 200 metres vertical depth and confirmed high grade gold mineralisation along the entire 2,300m strike length of the combined Central Zone and North Zone target area tested to date (includes some lower grade intervals).

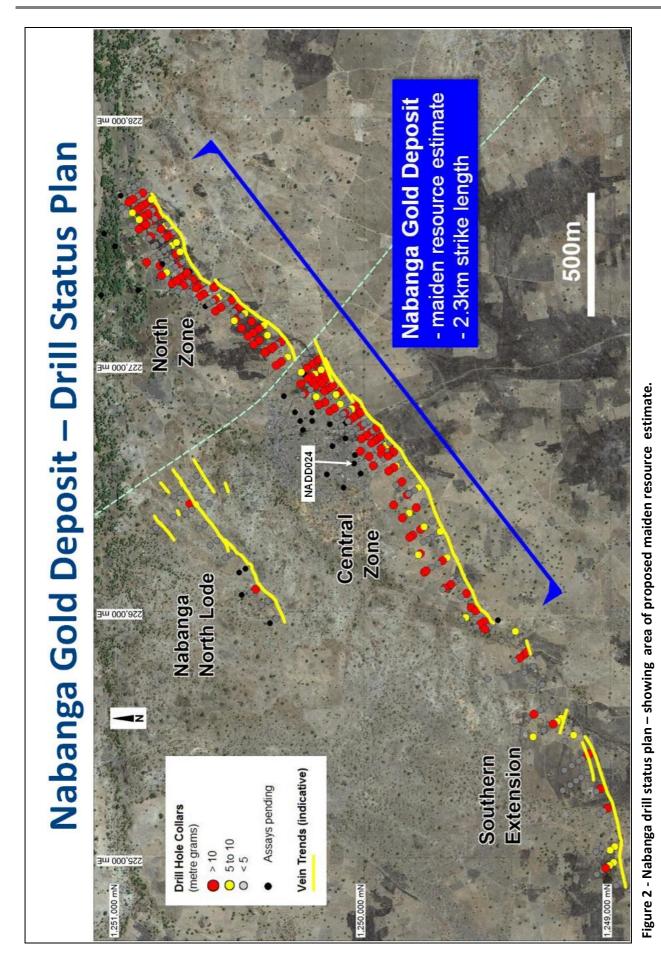
Of note, drill assay results received during the quarter confirmed that high grade gold mineralisation extends into previously interpreted lower grade areas adjacent to the Central Zone and North Zone targets.

A schematic long section through the Nabanga deposit is provided at figure 3. This figure highlights the significant strike length of high grade gold mineralisation defined to date, new high grade zones identified in Central Zone and North Zone "extensions", and, a selection of deeper RC drill hole intersections along the Nabanga structure.

To date assay results have now been received for 254 RC drill holes from within the core of the Nabanga deposit (ie: within the entire 2.3km strike length shown within figure 3). The average down-hole drill intersection for all such holes is **3.9 metres** @ **6.27g/t** Au<sup>1</sup> (includes low grade intersections from amphibolite dominant areas).

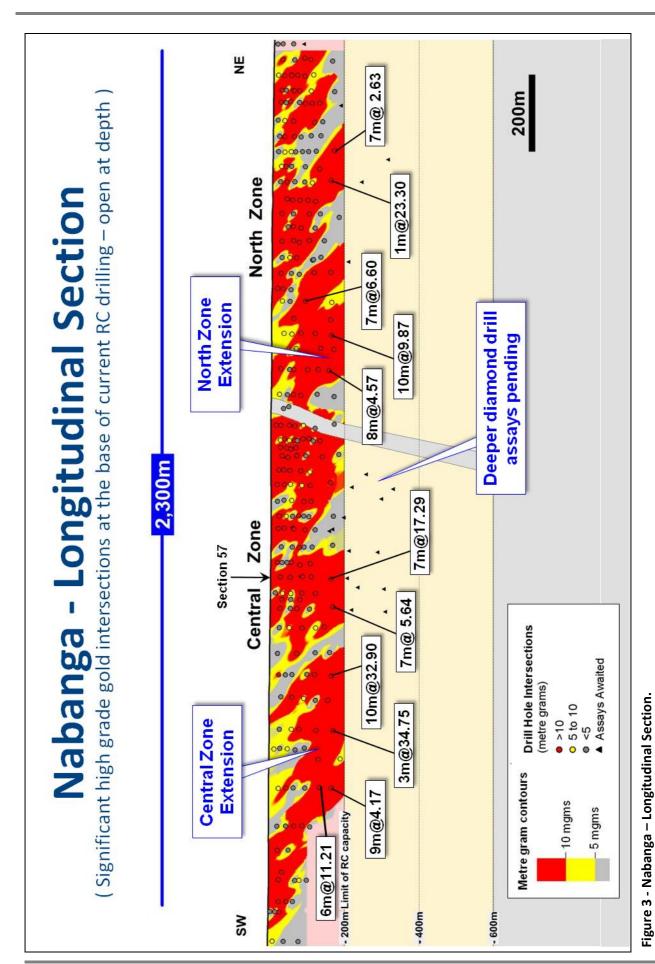
<sup>&</sup>lt;sup>1</sup> Down hole intersection lengths reported above may be multiplied by 0.8 to approximate true widths based on an average dip of the structure of 60° and an average drill hole inclination of -65°. Note however this conversion factor will not be applicable to all drill hole intersections due to local variability of the dip of the Nabanga structure and the inclination of individual drill holes.





MET Quarterly Activities Report – June 2012





**MET Quarterly Activities Report – June 2012** 



New high grade gold drill assay results announced from the Nabanga Central Zone area during the quarter include:

- 11.0m @ 5.53g/t Au from 133m (in NARC213)
- 8.0m @ 12.68g/t Au from 148m (in NARC216) (incl. 2.0m @ 44.30g/t Au - from 149m)
- 5.0m @ 15.62g/t Au from 112m (in NARC218) (incl. 3.0m @ 25.43g/t Au from 112m)
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- 4.0m @ 8.13g/t Au from 129m (in NARC326)
- 3.0m @ 34.75g/t Au from 172m (in NARC327)
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- 10.0m @ 32.90g/t Au from 167m (in NARC330) (incl. 1.0m @ 154.0g/t Au from 167m) (incl. 4.0m @ 39.08g/t Au from 171m)
- 9.0m @ 4.17g/t Au from 168m (in NARC331)
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- 14.0m @ 11.27g/t Au from 130m (in NARC332) (incl. 5.0m @ 29.61g/t Au from 135m)

New high grade gold drill assay results announced from the Nabanga North Zone area during the quarter include:

- 1.0m @ 23.30g/t Au from 158m (in NARC279)
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- 3.0m @ 11.55g/t Au from 126m (in NARC321)
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   (incl. 4.0m @ 32.50g/t Au from 116m)
- 7.0m @ 6.60g/t Au from 93m (in NARC324)



- 3.0m @ 13.49g/t Au from 134m (in NARC344)
- 10.0m @ 9.87g/t Au from 163m (in NARC345) (incl. 5.0m @ 16.84g/t Au from 164m)
- 7.0m @ 6.66g/t Au from 112m (in NARC347) (incl. 2.0m @ 18.55g/t Au from 114m)

#### **Mineralisation Open at Depth**

Gold mineralisation on the Nabanga structure remains open at depth and along strike and significant potential exists to expand mineralisation through additional drilling.

A schematic cross section through the Central Zone area (cross section 57) is shown at figure 4. The cross section illustrates strong high grade gold mineralisation (associated with quartz lode) at the limit of RC drilling – refer recent drill hole NARC293 which intersected 7m @ 17.29g/t Au at approximately 160m vertical depth.

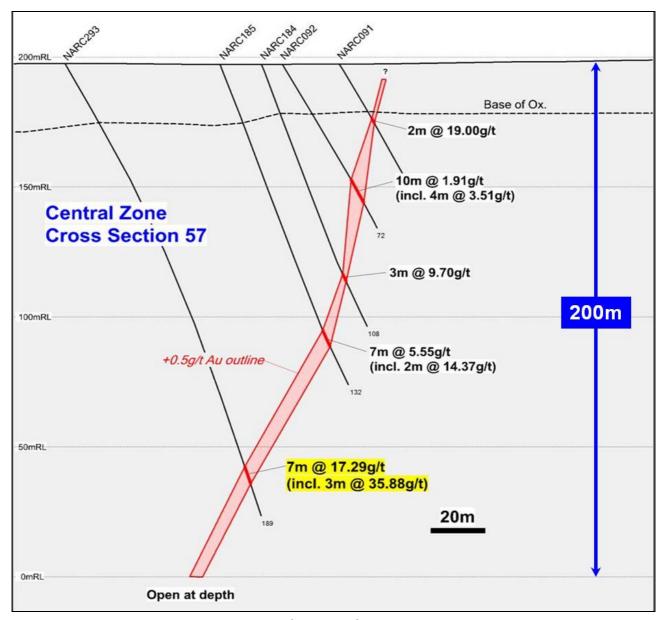


Figure 4 - Nabanga – Schematic Cross Section (section 57).



Further details on the recent RC drilling results from Nabanga can be found in our recent ASX releases as follows:

- "Nabanga Gold Project Significant Strike and Depth Extension" dated 22 May 2012.
- "Nabanga Gold Project Extended to 2.3 km Strike Length" dated 06 June 2012.
- "Nabanga Gold Project Central Zone High Grade Drilling" dated 28 June 2012.
- "Nabanga Gold Project Extended High Grade Gold" dated 10 July 2012.

#### **Nabanga Deep Diamond Drilling**

During the quarter MET completed an initial program of deeper diamond drilling of the Nabanga deposit.

The diamond drilling program was designed to target extensions to high grade gold mineralisation in the Central Zone and North Zones areas below 200 metre vertical depth.

Additional diamond drill holes were completed at shallower depths within the proposed maiden resource estimate area to provide additional data for technical studies and QA/QC purposes.

Final assay results are awaited for the deeper diamond drill holes including 2 drill holes that have been interpreted to intersect the Nabanga structure in the North Zone area and – 12 drill holes from the Central Zone area.

The location of the diamond drill holes is shown in figure 3.

#### **Maiden Resource Estimate**

The Company is pleased to report that subsequent to the end of the quarter all RC drill assay results required for the Nabanga maiden resource were received and that estimation activities had commenced.

In addition to the above the Company has also commenced technical studies on selected diamond drill core samples and RC drill chip samples to provide an initial characterisation of the Nabanga deposit from a metallurgical and mining perspective.

The results of the resource estimation and technical studies will be released when completed.

#### **Forward Program**

Exploration drilling completed to date in the Nabanga Project area has intersected near-surface high grade gold mineralisation along a total 3.6 kilometre strike length and confirmed Nabanga as a significant new gold discovery.

When considered in the context of modern open pit mining methods, many of the RC drill intersections recorded from the Nabanga Prospect to date have been relatively shallow. The shallow depth, in combination with the generally high grade nature of the drill results, presents a significant opportunity for possible future open pit / underground gold mine development at Nabanga.

A substantial ongoing drilling program is proposed for recommencement at Nabanga at the end of the current wet season rains. This program is anticipated to include drill testing along the full 9 kilometre strike length of the Nabanga structure identified by the Company in recent high resolution magnetic surveys.



# Tapoa Project (MET option - 100%)

#### **Boungou Prospect**

The Boungou Prospect is located in the Tapoa Project area in the far-east of Burkina Faso (figure 1). The Tapoa Project area, including the recently acquired Pambourou Permit, covers a 50km strike length of highly prospective greenstone lithologies and associated structures (figure 5).

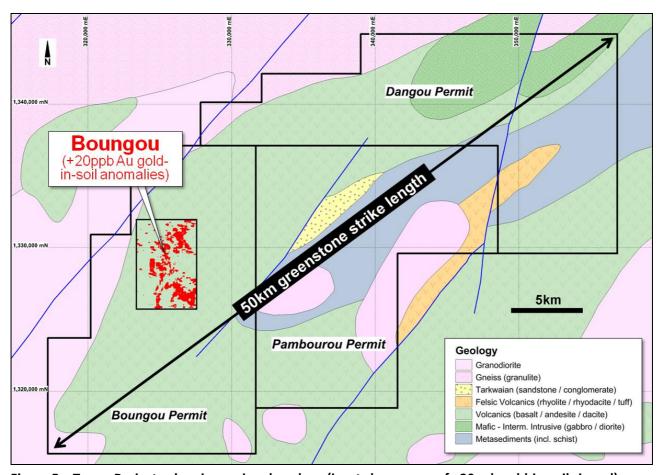


Figure 5 – Tapoa Project - showing regional geology (inset shows area of +20ppb gold-in-soils in red).

Gold mineralisation in the Boungou Prospect area is marked by the presence of extensive shallow artisanal gold workings in highly weathered surface rocks.

Gold-in-soil anomalism greater than 20ppb Au has been defined over a total 6.6 kilometre strike length (notional NNE-SSW orientation – parallel to main zone of artisanal workings) and, a 3.7 kilometre maximum width (notional NNW-SSE orientation). The anomalism includes multiple discrete zones above 50ppb Au.

The highest order soil assay results received to date are from the **Natougou Zone** (figure 6), and comprise an average sample grade of 156 ppb Au (0.16g/t Au), including a maximum assay value 744 ppb Au (0.74g/t Au).

During the quarter MET completed additional follow-up RC drilling in the Natougou Zone area. The drilling was designed to test for further extensions to previously reported gold mineralisation both down dip and along strike.



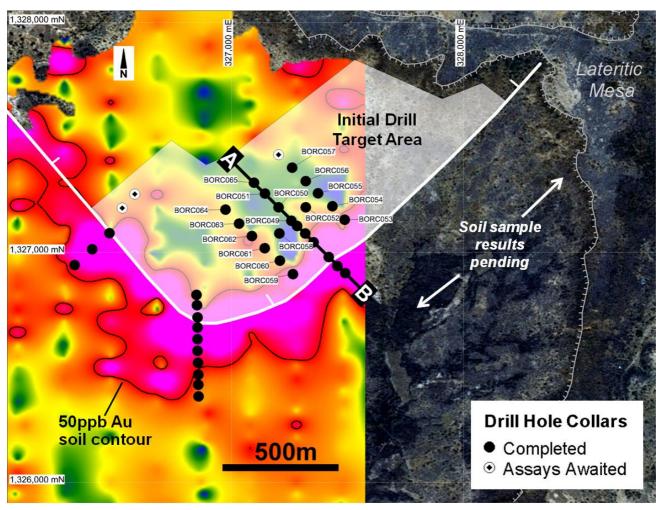


Figure 6 – Boungou Prospect - showing drill hole and soil sample data.

During the quarter drill assay results were received for the initial 17 reverse circulation (RC) drill holes from the follow-up (phase 2) drilling program at the Natougou Prospect.

All but two of the 17 holes for which results have been received intersected gold mineralisation above 0.25g/t Au. The new drill hole results confirm gold mineralisation to be hosted within a broad-scale relatively flat lying structure (average 11° dip) developed below the widespread gold-in-soil anomalism.

The new drilling results have defined a significant extension to gold mineralisation on the Natougou discovery cross section and extended mineralisation from 300m to a 600m down dip extent (refer cross section A-B of figure 6 and figure 7).

New drill intersections (above an 0.5g/t Au cut-off grade) included:

- 8m @ 8.31g/t Au (from 52m) in BORC049
- 8m @ 1.95g/t Au (from 68m) in BORC050
- 4m @ 3.09g/t Au (from 84m) in BORC051
- 8m @ 1.75g/t Au (from 92m) in BORC065

Note - based on the interpreted shallow 10° north-east dip of the Natougou structure, the down-hole intercept widths reported above can be multiplied by 94% to approximate true widths.



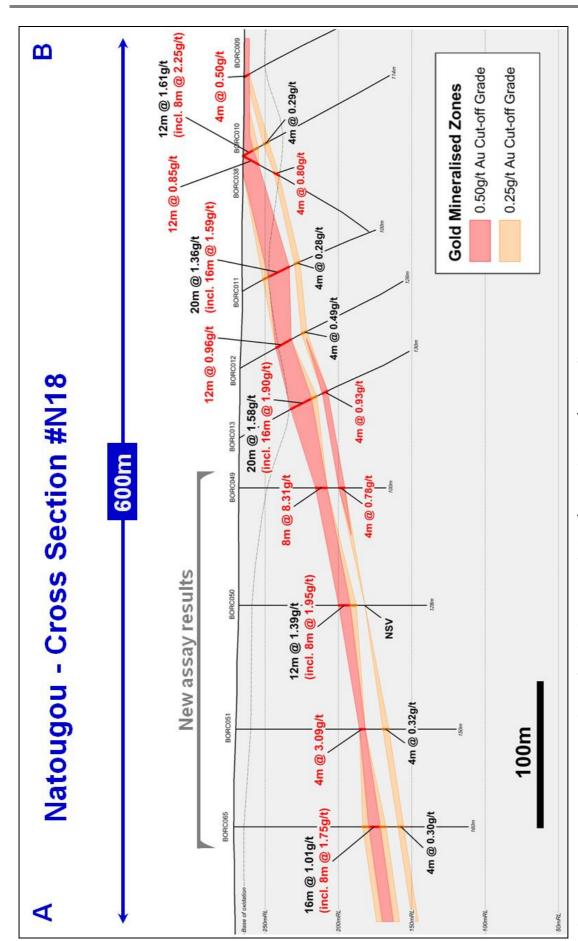


Figure 7 – Natougou area cross section – showing interpreted +0.5g/t Au and +0.25g/t Au outlines.



The average down hole intersection recorded on the Natougou structure from the 8 RC drill holes completed to date on the discovery cross section (that intersect the approximate full width of the structure) is **10.5m @ 2.21g/t Au** (above a 0.5g/t Au cut-off grade).

Gold mineralisation on the Natougou discovery cross section (section A-B) is open below 100m vertical depth.

Drilling on adjacent cross sections (+/-160m either side of the discovery cross section) intersected the projected extensions of the Natougou structure but recorded generally low-grade (<0.5g/t Au) intersections (figure 6).

Additional RC drill assay results are awaited from the phase 2 drilling program.

Further details for the new Boungou Prospect drill results can be found in our recent ASX release "Boungou Gold Prospect – Cross Section Extended" – dated 28 June 2012.

#### **Forward Program**

The Company holds a substantial permit position in the greater Boungou area (~750km² of granted permits) and to date has completed only limited exploration activities over a small proportion of the total permit area. Significant potential exists to discover large-scale gold deposits through ongoing exploration programs.

To date a large-scale high-order gold-in-soil anomaly has been defined by the Company in the centre of the Boungou Permit (figure 5). Substantial areas of this soil anomaly remain to be drill tested and additional RC drill assay results are currently awaited from phase 2 drilling.

The Company is also yet to define the limit of the Boungou gold system - soil anomalism is "open" in multiple directions with assays recorded at or above 20ppb Au at the limit of the initial 6km x 4km survey area (figure 5).

Regional soil sampling programs have recently been completed to extend the Boungou soil survey area and will also provide first pass exploration coverage of the entire Boungou and adjacent Pambourou permits (assays are awaited). These programs aim to define additional high potential exploration drill targets.

The Company intends to advance significant ongoing exploration programs across the greater Boungou area and looks forward to reporting on the results of these exploration activities in due course.



# **Regional Exploration**

During the quarter MET continued with an active regional exploration program to seek to develop a pipeline of additional gold targets. The current focus of the regional exploration program is soil sampling across multiple permit areas.

To date first pass soil sampling has been completed over the Dynikongolo, Segue, Villibongo, Ouargaye, Boungou and Pambourou Permits and selected parts of the Nabanga Permit (figure 8).

Assays are awaited from these programs. Soil samples from the Dynikongolo and Segue Permits have been placed on the highest assay priority.

The **Dynikongolo Permit** is host to the Bantou Prospect, defined by a 1km long x 40m wide zone of artisanal workings and drilled by MET in 2010 and 2011. Drilling revealed MET's first gold discovery in Burkina Faso, and results indicated high grade within continuous parallel lodes, which remain open at depth and along strike in all directions (for further details refer to our ASX release "High Grade Gold Assays - Bantou Gold Prospect" – dated 27 September 2011).

The **Segue Permit** overlies an area of mapped Tarkwaian sediments, host to some of the giant goldfields of Ghana, and hosts a major structural corridor that transects the Hounde Greenstone Belt.

Segue has had no prior exploration, and is a greenfields project with excellent potential for discovery.

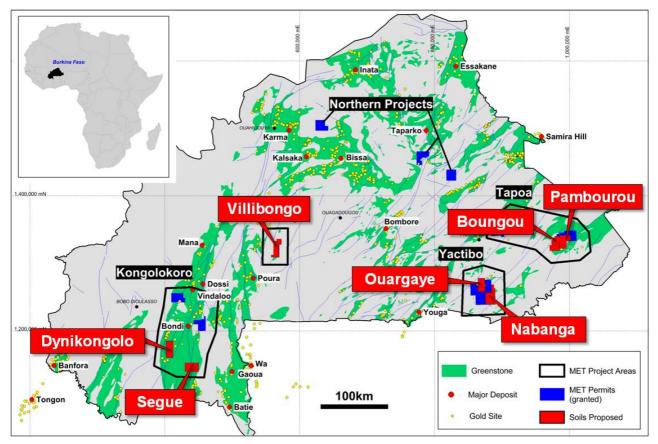


Figure 8 – Permits over which regional soil programs were completed during 2012.



# **Exploration – Mount Isa Region**

Mt Isa Metals holds approximately 3,600km<sup>2</sup> of granted exploration tenements in the Mount Isa region of north-west Queensland. The location of the Company's exploration tenements and project areas in the Mount Isa region is shown in figure 9.

During the quarter three additional exploration tenements were granted to MET in the Boomara Project area totalling 182km<sup>2</sup> including EPM's 18477, 18481 and 18482. The Boomara Project area is highly prospective for iron-oxide copper-gold deposits and is currently operated by Xstrata under the Boomara JV.

During the quarter EPM 15913, a single tenement at the south end of the lesser prospective Isa North Project, was relinquished.

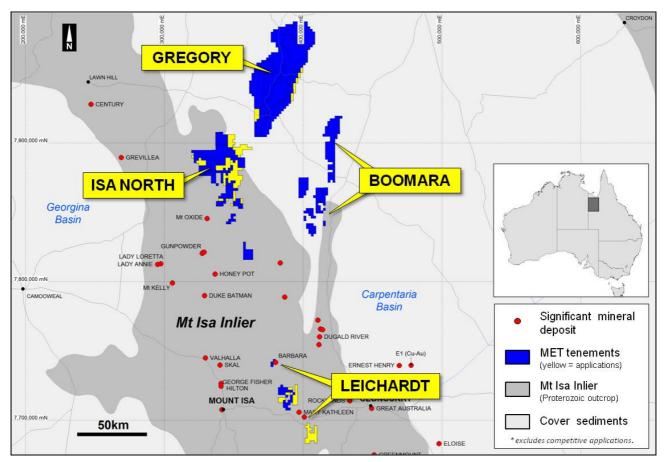


Figure 9 - Location of Mount Isa region exploration tenements and project areas.

### **Boomara Project**

The Boomara Project tenements have a complex magnetic basement, interpreted multiple fault systems, and iron-oxide copper-gold (IOCG) style mineralisation in historical drilling. The Boomara Project area encompasses more than  $600 \text{km}^2$  of prospective Mount Isa Inlier lithologies, and is located on the western flank and to the north of the Boomara Ridge (figure 9).

In late 2011 the company signed an Earn-in and Joint Venture Agreement with Xstrata Mount Isa Mines (Xstrata) over the highly prospective Boomara Project tenements. Further details can be found in ASX release "Xstrata Earn-in and JV Agreement - Boomara Project" – dated 22 December 2011).



Xstrata are currently formulating their exploration program for the 2012 field season at the Boomara JV.

# **Leichardt Project** (MET 49% to 100%)

The Leichardt Project is located approximately 50km east of Mount Isa and includes multiple copper and copper-gold targets (figure 10).

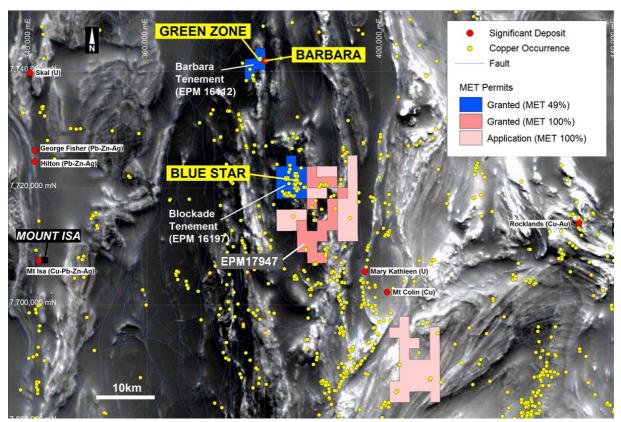


Figure 10 – MET Leichardt Project permits / copper-gold deposits.

A significant copper-gold Mineral Resource has been defined over three separate deposits in the Leichardt Project area. The deposits have a combined metal inventory of 31,940 tonnes of contained copper <sup>2</sup> and are comprised of the following components:

Deposit	Resource Category	Tonnes	Copper (%)	Gold (g/t)	Copper (tonnes)	Gold (ounces)
Barbara (1)	Indicated	801,000	1.40	0.10	24,000	8,000
	Inferred	1,191,000	1.00	0.10	24,000	
Green Zone <sup>(1)</sup>	Inferred	430,000	0.90	0.01	3,860	200
Blue Star <sup>(1)</sup>	Inferred	177,000	2.31	0.27	4,080	1,520
Total		2,599,000	1.20	0.10	31,940	9,720

Table 1 – Total Mineral Resource Inventory – Leichardt Project deposits.

<sup>&</sup>lt;sup>2</sup> Comprises combined Indicated and Inferred Mineral resources in the Barbara, Green Zone and Blue Star deposits above a 0.5% copper cut-off grade. Figures reported on a 100% JV basis. MET equity in all deposits is 49%.



The Barbara deposit and Green Zone deposits are located within exploration permit EPM16112 (Barbara) and the Blue Star deposit is located within EPM16197 (Blockade) (figure 10). Both tenements are held in joint venture with Syndicated Metals Limited (MET 49% / SMD 51% and manager).

Copper-gold mineralisation in all three deposits (Barbara, Green Zone and Blue Star) is open along strike and at depth. Further drilling is required to assess the full potential of these deposits and to assess other targets within the joint venture permits.

MET is currently assessing the proposed Joint Venture program for the remainder of the calendar year.

In addition to the above MET awaits the grant of a further two 100%-owned permit applications in the Leichardt Project area (figure 10). These applications include additional identified copper-gold exploration targets.

### **Other Projects**

During the quarter, the company continued to seek joint venture partners on its highly prospective 100% owned assets within the Gregory and Leichardt Project areas.

# **Corporate**

#### **Orbis Gold Limited**

The Company has called an Extraordinary General Meeting of shareholders to be held on 02 August 2012 to consider, and if thought appropriate, approve a change of name to **Orbis Gold Limited.** 

The name Mt Isa Metals has served the Company well since listing on the ASX given its original tenement package in the Mount Isa region of north-west Queensland. However, since mid-2010 the Company has shifted its focus beyond Australia to gold exploration internationally — as evidenced by the significant projects acquired in Burkina Faso, West Africa. The name Mt Isa Metals now leads to confusion as to the Company's principal activities.

The Board believe the change in name is appropriate to create a greater alignment with its business strategy, to reset and re-establish market perceptions of the Company and its focus on global gold assets.

The proposed new name **Orbis Gold Limited** comes from ORBIS, the Latin word for "WORLD" and ORB, a spherical body – hence a golden globe.

#### **Harmattan Gold Limited**

During the quarter the proposed Initial Public Offering of Harmattan Gold Limited was deferred due to poor market conditions. Harmattan holds approximately 2,200km<sup>2</sup> of highly prospective granted exploration permits in northern Burkina Faso.

During the current wet season rains Harmattan is focussed on seeking to expand its permit position through ongoing business development activity.

Harmattan is currently seeking to raise additional funding (up to \$2m via an offer to sophisticated investors) to support ongoing exploration and business development activities prior to IPO.



#### **Cash Reserves**

Cash reserves and liquid investments held by the Company totalled approximately \$6.0 million at 30 June 2012 (includes \$0.8 million held by partially-owned subsidiary Harmattan Gold Limited).

### Capital Structure (at 30 June 2012)

Share price (MET): \$0.36 Issued shares: 167.0m Unlisted options: 10.0m

Market Capitalisation: \$60.1 million (at 30 June 2012)

### **Maior Shareholders**

Shareholder	Shares Held	%				
DGR Global Ltd	50,000,000	29.9%				
National Nominees Limited	11,002,915	6.6%				
Tenstar Trading Limited	10,806,547	6.5%				
Other	95,226,594	57.0%				
Total	167,036,056	100.0%				

Table 2 - Summary of major shareholders at 23 July 2012.

# For further information please contact:

Managing Director

**Mr Peter Spiers** 

Ph: (07) 3198 3040 or 0409 407 265

Mr Peter Harding-Smith **Company Secretary** 

Ph: (07) 3198 3040 or 0488 771 588

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Further information on Mt Isa Metals can be found on our website www.mtisametals.com.au

## **Competent Persons Statement**

The information in this report that relates to Exploration Results and Mineral Resources is based on information compiled by Mr Peter Spiers B.Sc (Hons) Geol., who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Spiers is a full time employee of the company. Mr Spiers has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Spiers consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.