



ASX Announcement

15 November 2016

Clarification to ASX announcement

MHM Metals Limited (**MHM** or the **Company**) (ASX: MHM) refers to its announcement earlier today regarding its proposed merger with Alliance Mining Commodities Limited (**AMC**), a privately owned Bermudan company that owns a 90% interest in the Koumbia bauxite project in Republic of Guinea (the **Koumbia Project**).

In that announcement, MHM noted the work which AMC has done to date in relation to preparing a feasibility study for the Koumbia Project. The description of that feasibility study in MHM's announcement earlier today was not intended to provide any projection or forecast of the amount of minerals to be extracted from the Koumbia Project, but rather to provide the project parameters which the feasibility study is seeking to test.

Accordingly, MHM retracts those statements to the extent that they may be taken to imply a production target or other forecast financial information in relation to the Koumbia Project.

MHM is working towards completing its due diligence enquiries on AMC and the Koumbia Project and finalise the binding terms of the proposed merger with AMC. MHM will continue to keep shareholders informed of all material developments in relation to this potential transaction.

ENDS

For more information:

MHM Metals Limited
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Company Snapshot

Capital Structure

Ordinary shares on issue:	136,228,616
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Directors

Paul Kopejtka (Non- Executive Chairman)
Joseph van den Elsen (Managing Director)
Chris Goodman (Non-Executive Director)

Company Secretary

Justin Mouchacca