

12 June 2013

Centralised Company Announcements Office
ASX Limited
Exchange Centre 20 Bridge Street
Sydney NSW 2000

CURRENT EXPLORATION ACTIVITIES: UPDATE

Zamia Metals Limited (ASX: ZGM), through its wholly owned subsidiary Zamia Resources Pty Ltd, continues to explore for gold and copper deposits on its tenements in the Clermont district of central Queensland.

Gold Fields Australasia (**Gold Fields**), Zamia's joint venture partner, has progressed field exploration activities on the four tenements (Mistake Creek, Logan Creek, Cairo and Mazeppa) which are under the Option and Joint Venture Agreement between the parties.

Zamia's Exploration Program

Zamia has been carrying out soil geochemical surveys and geological mapping over gold prospects on EPM 17703 (Disney). Further geophysical surveys (IP) have been planned adjacent to the current Anthony deposit in EPM 15145 (Mazeppa Extended).

The exploration work being carried out in 2013 is on four tenements which do not fall under the agreement with Gold Fields being EPM 17641 Laurel Hills, EPM 17703 Disney, EPM 18583 Elgin Downs and EPM 19369 Amaroo South (refer to Figure 1). Detailed surface geochemical sampling and mapping, and geophysical surface techniques such as ground magnetics, gravity and induced polarisation (IP) surveys have been planned and partially implemented with the objective of identifying drill targets in the second half of 2013.

Gold Fields Activities

Gold Fields has been investigating four tenements (Mistake Creek, Logan Creek, Cairo and Mazeppa) under the Option and Joint Venture Agreement. A number of targets were visited recently and work will continue on the review and analysis of relevant drilling, geochemistry data and down-hole data. Geological mapping and reporting is planned to continue and drilling scenarios are to be reviewed as appropriate.

Zamia entered into the Option and Joint Venture Agreement with Gold Fields in July 2012 to explore for gold and copper on nine of Zamia's EPMs in Clermont. The key terms are:

- Gold Fields can earn up to a 70% interest in up to three EPMs over two 3-year periods which are termed Option Periods
- During the First Option Period of 3 years, Gold Fields has the right to explore in nine EPMs, for 18 months initially, and earn a 51% joint venture interest in up to three EPMs nominated by Gold Fields after spending \$4 million inclusive of \$1 million Minimum Expenditure. Gold Fields may terminate the 51% Option during this period after spending the \$1 million Minimum Expenditure without earning an interest in any EPMs.
- During the Second Option Period of 3 years, Gold Fields has the right to earn an additional 19% interest by funding \$6 million in exploration expenditure on the nominated EPMs, inclusive of \$0.5 million minimum spending. Gold Fields also has the right to not take up the 19% Option during this period after spending the \$0.5 million without earning any additional joint venture interest above 51%.

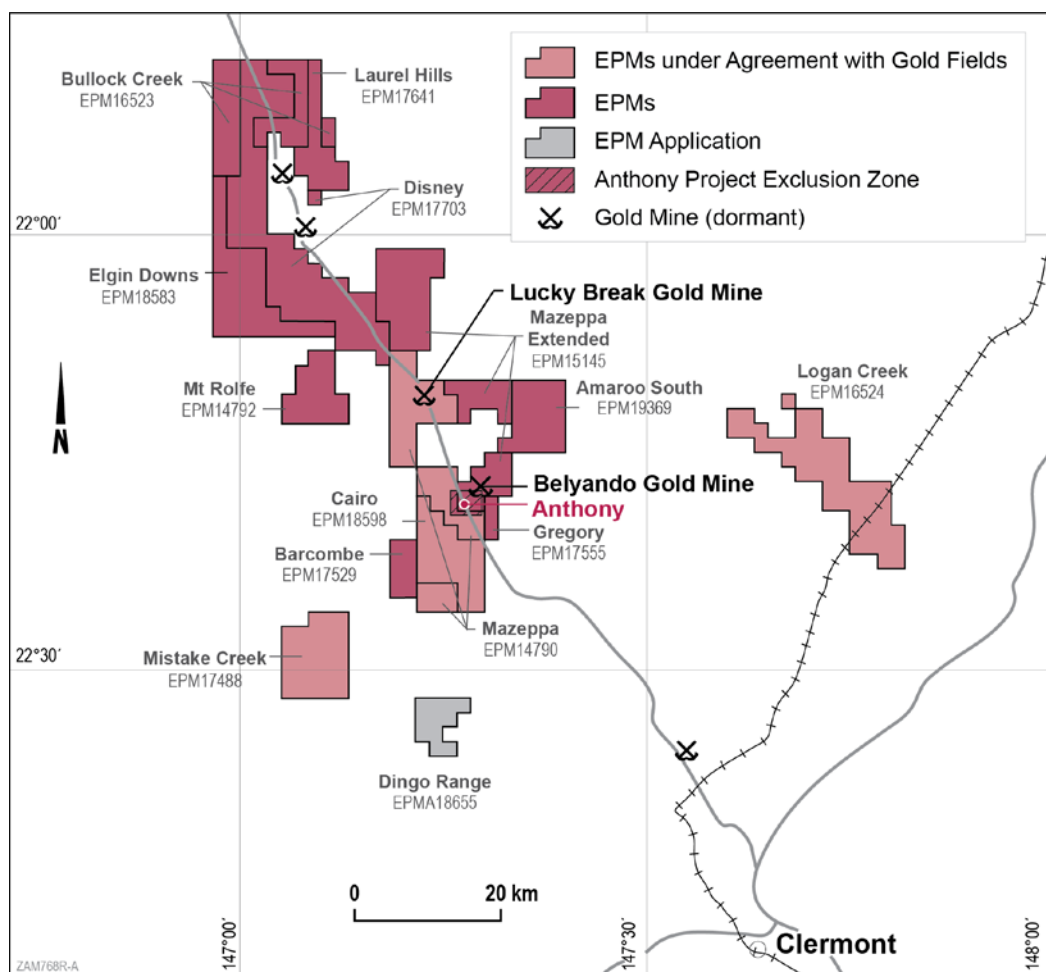


Figure 1 - Zamia's tenement package including the four EPMs that are currently under the Option and Joint Venture Agreement with Gold Fields Australasia Pty Limited



Ken Maiden

Director, Zamia Metals Limited

Competent Person

Dr Ken Maiden, MAIG FAusIMM, a Director of Zamia Metals Limited, compiled the geological technical aspects of this report. He has sufficient experience to qualify as a Competent Person as defined in the 2012 edition of the "Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves". Dr Maiden consents to the inclusion of the matters in the form and context in which they appear and takes responsibility for data quality.