

19 August 2013

**The Manager
ASX Market Announcements Office
Australian Securities Exchange Limited
Level 4, Exchange Centre
20 Bridge Street
Sydney NSW 2000**

Dear Sir

PLACEMENT ADVICE

Metals Australia has agreed to place 50,000,000 shares at a price of 1.0 cent per share to raise \$500,000.

In addition, 50,000,000 unlisted options are to be granted at a cost of 0.01 cents per option, with each option being exercisable at 2 cents on or before their expiry date of 31 August 2016.

These monies will be used to fund the Company's ongoing exploration, including the forthcoming drilling program at its Mile 72 uranium prospect in Namibia, and also to provide additional working capital.

**Yours faithfully
Norman Grafton
Company Secretary
Metals Australia Ltd**