

16 February 2012

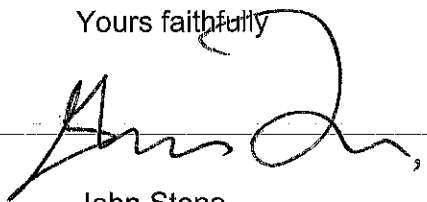
Company Announcements Office
ASX Limited
20 Bridge Street
Sydney, NSW 2000

Dear Sir

Zamia Metals Limited is pleased to confirm that it has entered into a Subscription Agreement with China Kings Industry Pty Ltd, a professional investor, for the placement of 14,285,714 fully paid ordinary shares and 7,142,857 unlisted share options. The shares are issued at a price of 7 cents per share to raise gross proceeds of \$1,000,000 and the unlisted options are exercisable at 10.5 cents per share, expiring on 30 January 2014.

The subscription funds are being provided in two tranches. The initial \$500,000 has been received and the Company's Share Registry, Boardroom Pty Limited, has been instructed to allot and issue 7,142,857 shares and, 3,571,428 unlisted options. The second tranche of \$500,000 is due within 7 days and on receipt the balance of the shares and unlisted options will be allotted and issued. An Appendix 3B will be lodged immediately following each of these issues.

Yours faithfully



John Stone
Company Secretary