

25 May 2016

CONVERTING LOAN AGREEMENT

Global Metals Exploration NL (**Global** or **the Company**) is pleased to advise that it has entered into a converting loan agreement for \$20,000 (**Loan**) with the loan monies being used by the Company to pay creditors and to meet its working capital requirements.

The key terms of the Loan are:

- (a) (**Principal Sum**): \$20,000.
- (b) (**Repayment Date**): The date that is 6 months following the drawdown date.
- (c) (**Interest**): 7.5% per annum.
- (d) (**Security**): The Loan is unsecured.
- (e) (**Conversion Price**): The Conversion Price will be:
 - (i) in the event that the settlement of the acquisition of all of the issued capital in Zinc Mines of Ireland Limited (**ZMI**) (**Acquisition**) occurs on or before 5:00pm (WST) on 3 August 2016 (**End Date**): equal to 80% of the issue price of shares issued pursuant to the placement to investors at an issue price of \$0.008 per share (**Placement**) ; and
 - (ii) in the event that settlement of the Acquisition does not occur on or before the End Date: \$0.0001 per share.
- (f) (**Conversion**): Upon the earlier to occur of:
 - (i) the date on which settlement of the Acquisition occurs;
 - (ii) the date on which the Agreement is terminated or deemed terminated; and
 - (iii) the End Date,

the lender will be deemed to have elected to convert the whole of the outstanding monies into shares at the Conversion Price.

For and on behalf of the Board



Peter Wall
Chairman

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