



11 December 2014

ASX Announcement

ASX Code: SFZ

UPDATED INFORMATION ON LISTED OPTIONS EXPIRY ON 31 DECEMBER 2014

South American Ferro Metals Limited (ASX: SFZ) ("SAFM" or the "Company") advises that the following options are due to expire:

Option Type	Number of options	Exercise Price	Expiry date
Listed	22,430,879	\$0.20	31 December 2014

The Company advises that it has been granted a waiver from Listing Rule 6.24 to permit the Company from not sending the notice required by paragraph 6.1 of Appendix 6A in relation to the Listed Options. Listed Option expiry notices will not be sent to Option holders.

In accordance with the ASX Listing Rules and the waiver granted, SAFM is required to provide Listed Option holders the following information:

- The number of Expiring Listed Options is 22,430,879;
- On exercise, each Listed Option entitles the holder to receive one fully paid ordinary share in the capital of SFZ. If all Listed Options were exercised 22,430,879 fully paid ordinary shares in the Company would be issued;
- The exercise price for each Listed Options is \$0.20 per share;
- The due date for payment of the exercise price is 5:00pm (AEDT) on 31 December 2014;
- If payment is not received by 5:00pm (AEDT) on 31 December 2014, the Listed Options will lapse and all rights under the options cease;
- Official quotation of the Options on the Australian Stock Exchange (ASX) will cease at the close of trading on Monday, 22 December 2014, being five days prior to expiry of the options on Wednesday, 31 December 2014;
- The last available closing price of the Shares prior to the date of this notice was \$0.007 (being 10 December 2014);
- The highest and lowest market sale price of the Shares on the ASX during the 3 months immediately preceding the date of this letter and the respective dates of those sales were:
Highest: \$0.03 on 18 September 2014
Lowest: \$0.003 from 25 November 2014 to 27 November 2014; and
- The exercise of the Listed Options is not underwritten.

For more information:

South American Ferro Metals Limited

Dion Cohen (Company Secretary)

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About South American Ferro Metals Limited:

South American Ferro Metals Limited owns 100% of the mineral rights and property of the Ponto Verde Iron Ore Project in Brazil. Ponto Verde is located in the heart of the Iron Ore Quadrilateral, 55 kilometres from the town of Belo Horizonte in the state of Minas Gerais. The Iron Ore Quadrilateral is a prolific iron ore mining area, and the Project is located proximate to established mining operations, iron and steel plants and existing infrastructure. SAFM currently sells three iron ore products from its Ponto Verde mine to local steel producers and iron ore exporters in Brazil.

Website: www.safml.com