



ASX Announcement

19 July 2016

Update - Investment in KIN Mining N.L

MHM Metals Limited (**MHM** or the **Company**) (ASX: MHM) advises that following the rejection by KIN Mining N.L (KIN) (ASX: KIN) of MHM's indicative proposal to combine the two companies, MHM has today ceased to be a substantial shareholder in KIN.

Whilst MHM believes that it could add significant value to KIN's Leonora Gold Project by seeking to refocus and accelerate development activities in order to bring that project into full scale production by the end of 2017, KIN was unwilling to engage in any discussions with MHM regarding exploring potential opportunities between the two companies.

As such, MHM intends to continue with advancing other opportunities it has identified in the resource sector where its balance sheet and management experience can be applied. MHM will keep its shareholders informed of any material developments, and will need to consult with ASX regarding the application of Listing Rule 11.1 to potential future transactions that the Company may be considering.

ENDS

For more information:

MHM Metals Limited
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Managing Director
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Company Snapshot

Capital Structure

Ordinary shares on issue:	136,228,616
Market Cap (at 3.5c):	\$4,768,001

Directors

Joseph van den Elsen (Managing Director)
Paul Kopejtka (Non - Executive Chairman)
Chris Goodman (Non - Executive Director)

Company Secretary

Justin Mouchacca