

Sale of Director's Options and Resignation of Director

ASX Release – 8 August 2012

MHM Metals Limited advises that Mr Frank Rogers has sold 4.5 million MHM options to a number of long term MHM shareholders who already hold a significant stake in the Company. Mr Rogers has invested a substantial amount of his own funds into the Company's business, and has incurred debt in developing the technology that is critical to MHM's future success. Mr Rogers has informed the Company that the reason that he needed to sell his options was to reduce this debt.

Mr Rogers has also tendered his resignation as a Director of MHM. Mr Rogers remains fully committed to MHM and its business and the Company has secured Mr Rogers as a consultant to MHM pursuant to a consulting agreement under which Mr Rogers will work on both current operations and the future US plant, and on current and future technology opportunities.

FURTHER INFORMATION:

Rudi Michelson
Monsoon Communications
+61 (0)3 9620 3333
rudim@monsoon.com.au



ASX Codes
MHM, MHMO

Issued Capital
108.9 Ordinary Shares
19.3 Listed Options

Substantial Shareholders
Rogers Southern PL 10%
Directors 13%
Top Twenty 34%

Directors
Chairman - Basil Conti
Managing Director – Phil Thick
Executive Director - Ben Mead
Executive Director - Simon Wells

Contact:
PO Box 21
KINGSTON TAS 7051

T: +61 (0)3 6229 9955
F: +61 (0)3 6229 8430
W: www.mhmmetals.com
E: info@mhmmetals.com

ABN: 41 124 212 175