

Company Update

ASX Release – 16 August 2012

Options

MHM is pleased to announce that a major shareholder has exercised 4.8 million options in the last few days, demonstrating confidence in the company going forward. This shareholder has also signed an agreement to fully underwrite any and all options not exercised by the expiry date of 31 August 2012. This gives MHM great certainty around cash-flow for future operations and expansion.

Operations

During last week the Geelong plant received 300 tonnes of salt slag from Alcoa and 50 tonnes of dross from Sims. The plant processed approximately 620 tonnes of salt slag during the week, with the weekend again used for maintenance and minor plant changes. In addition the plant has processed over 400 tonnes in the first 3 days of this week. The plant continues to push towards continuous 5 day operation as soon as possible, before then extending to 6 days per week. It is not expected that the plant will run continuously 24 hours per day, 7 days per week into the future as there will always be maintenance requirements and these generally cannot be carried out with the plant running.

FURTHER INFORMATION:

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ASX Codes
MHM, MHMO

Issued Capital
114.1 Ordinary Shares
14.1 Listed Options

Substantial Shareholders
Brazil Farming Pty Ltd 8.82%
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

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