

Company Update

ASX Release – 5 September 2012

Options

MHM is pleased to announce that nearly all of the MHM Listed and Unlisted Options which expired on 31 August 2012 have been exercised. Cash on hand as at Monday, 4 September 2012 is in the order of \$6.66 million.

As previously advised, MHM entered into an underwriting agreement with one of its' major shareholders, Brazil Farming Pty Ltd, pursuant to which that entity agreed to underwrite the balance of any Options remaining on expiry. The terms of the agreement with Brazil Farming are that remaining Options will be subscribed for at a price of AUD \$0.20 per share with the Company to pay to Brazil Farming a fee of approximately \$4,000 in respect of the subscription.

MHM will update the market as to the extent of Brazil Farming's holding once the transaction has been finalised.

Operations

During the last week the Geelong plant received 370 tonnes of salt slag from Alcoa and 30 tonnes of dross from Sims. The plant processed 600 tonnes over that period.

FURTHER INFORMATION:

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ASX Codes
MHM, MHMO

Issued Capital
129.8 Ordinary Shares
.336 Listed Options

Substantial Shareholders
Rogers Southern PL 10%
Brazil Farming 8.82%
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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