

ASX Announcement (ASX: MDSDA)



Date: 15 April 2014

MT PHILP EXCLUSIVITY PERIOD EXTENSION

Hammer Metals Limited ("Hammer") (ASX: MDSDA) announces that the 90 day exclusivity period for Developed Iron Ore Pty Ltd ("DIO") to complete due diligence on the Mt Philp Iron Ore deposit has been extended for up to three months. The initial exclusivity period ended on 14th April 2014.

It was announced on 9th December 2013 that Hammer Metals had received a cash offer for its 100% interest from DIO comprising a purchase price of \$1.5 million in staged payments and a royalty comprising 0.5% of gross proceeds of the sale of iron extracted from the project. The purchase is subject to completion of due diligence. (Refer to ASX release dated 9th December 2013)

The exclusivity period will be extended on a month by month basis, and DIO will pay \$25,000 per month in advance to maintain exclusivity. The exclusivity payments are not refundable and are in addition to the total purchase price.

For further information, please contact:

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