



TERMS AGREED FOR SHARE PLACEMENT TO RAISE \$1 MILLION

7 February 2019

ASX Code: HMX : HMXOD

CAPITAL STRUCTURE:

Share Price (04/02/2019)	\$0.018
Shares on Issue	278m
Market Cap	\$5.0m
Options Listed	165m
Options Unlisted	32m

Significant Shareholders	
Deutsche Rohstoff	12.6%
Resource Capital Fund VI	9.0%
Management	8.8%

HAMMER METALS LTD:

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DIRECTORS / MANAGEMENT:

Russell Davis
Executive Chairman

Nader El Sayed
Non-Executive Director

Ziggy Lubieniecki
Non-Executive Director

Mark Pitts
Company Secretary

Mark Whittle
Chief Operating Officer

Hammer Metals Limited (“**Hammer**” or “**the Company**”) (ASX: HMX), is pleased to advise that it has agreed terms for a share placement to sophisticated investors to raise \$1 million.

The funds will enable the Company to continue with planned exploration activities. DJ Carmichael Pty Limited (“**DJC**”) has acted as Lead Manager to the offer and will receive advisory fees for its work on industry accepted commercial terms.

Terms of Share Placement

A placement of approximately 50,000,000 shares at \$0.02 per share to raise \$1,000,000 (“**Placement**”) will be made to sophisticated investors and will incorporate a free attaching listed option on the basis of 1 listed option for every 2 placement shares. The options to be issued will have the same terms as the existing class of quoted options, they will be exercisable on or before 30 September 2020 by payment of \$0.03. The Company reserves the right to accept over subscriptions.

Directors Mr Russell Davis and Mr Ziggy Lubieniecki have agreed to participate in the Placement on the same terms subject to shareholder approval. Accordingly, a Notice of Meeting will be circulated in due course.

The Placement will be completed in two tranches with 14,000,000 shares and 7,000,000 options to be issued to Directors and subject to shareholder approval. The balance of the Placement will be issued under the Company’s current available capacity pursuant to ASX Listing Rules 7.1 and 7.1A as follows:

- 8,170,292 ordinary shares and 18,000,000 listed options pursuant to listing rule 7.1; and
- 27,829,708 ordinary shares pursuant to listing rule 7.1A.

Firm bids for the Placement have been received and an Appendix 3B and section 708A notice will be issued in due course on finalisation of applications and receipt of cleared funds.

Use of funds

The Company will use the net proceeds from the Offer in a targeted program as follows:

- Mining Studies – Jubilee / Overlander/ Kalman/ Elaine
- Drilling high-grade copper-gold assets
- Generating drilling targets for potential large-scale copper-gold systems at Mt Philip Breccia / Perentie; and
- Identifying new copper and gold projects.

For further information, refer to the Company's Website 'hammermetals.com.au' or please contact:

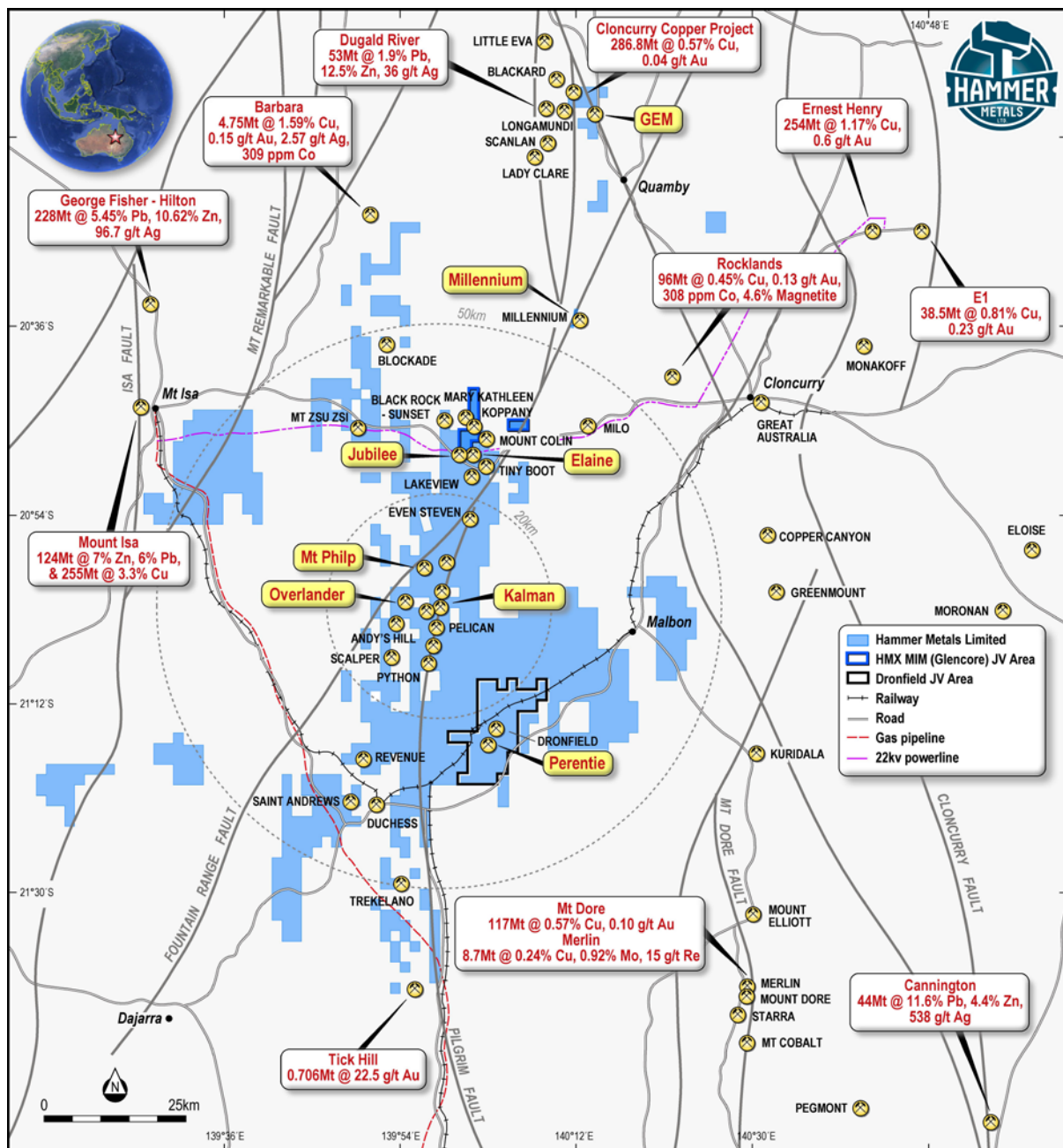
Russell Davis | Executive Chairman

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Hammer Metals Limited (ASX:HMX):

Hammer Metals Limited (ASX: HMX) holds a strategic tenement position covering approximately 2500km² within the Mount Isa mining district, with 100% interests in the Kalman (Cu-Au-Mo-Re) deposit, the Overlander North and Overlander South (Cu-Co) deposits and the Elaine (Cu-Au) deposit. Hammer also has a 75% interest in the Millennium (Cu-Co-Au) deposit and a 51% interest in the emerging Jubilee (Cu-Au) deposit. Hammer is an active mineral explorer, focused on discovering large copper-gold deposits of the Ernest Henry style and has a range of prospective targets at various stages of testing.



Hammer Metals Mount Isa Project area