



ASX Release 12 April 2018

MetalsTech Completes Acquisition of High Grade Rusty Lake Cobalt-Silver Mine

Cobalt and lithium developer MetalsTech Limited (ASX: MTC) is pleased to announce that the Company has completed the acquisition of 100% of the Rusty Lake High Grade Cobalt-Silver Mine located near the Gowganda Township in Ontario, Canada.

Highlights

- Acquisition of 52 mining claims for 816 Ha including the historical silver and cobalt producing Rusty Lake Mine which operated between 1910-1913, 1936-1938 and 1964-1966
- 540 hectares of the project area covers the Nipissing Diabase which is the target geological structure for high grade cobalt, silver and nickel within the area
- Excellent infrastructure surrounding the project with historical mining activity and located 15km south of the town of Gowganda, Ontario with all-weather road access
- Recent surface sampling at the Rusty Lake Mine yielded the following assays:
 - 4.38% Co, 85.7g/t Ag, 2.08% Ni (stockpile off main mine shaft) – sample Q297453
 - 6.08% Co, 3540g/t Ag, 8.64% Ni (stockpile off main mine shaft) – sample Q297454
 - 3.26% Co, 478g/t Ag, 1.31% Ni (stockpile off main mine shaft) – sample Q297455
 - 6.04% Co, 38.9g/t Ag, 1.6% Ni (stockpile off main mine shaft) – sample Q297456
 - 11.85% Co, >10,000g/t Ag, 2.97% Ni (angular boulder) – sample Q297458
 - 9.92% Co, >10,000g/t Ag, 3.93% Ni (angular boulder) – sample Q297457
 - 6.33% Co, 69.1g/t Ag, 4.79% Ni (stockpile grab coarse) – sample Q297459
 - 3.8% Co, 34.8g/t Ag, 3.93% Ni (stockpile grab coarse) – sample Q297460
 - 5.08% Co, 19.4g/t Ag, 0.44% Ni (angular boulder) – sample Q297451
 - 5.65% Co, 44.4g/t Ag, 0.48% Ni (angular boulder) – sample Q297452
 - 1.47% Co, 30.9g/t Ag, 3.52% Ni (NE trench) – sample Q297465
- Attractive share consideration weighted acquisition structure
- Stakeholder and local community engagement to commence in the next two weeks to permit planned exploration activities at Bay Lake and Rusty Lake Cobalt Projects
- Field exploration programs at both Bay Lake and the Rusty Lake Mine to commence late May 2018 including trenching and sampling as a pre-cursor to maiden diamond drilling during July 2018



Registered Office
MetalsTech Limited (ASX:MTC)
Unit 1, 44 Denis Street
Subiaco WA 6008
T +61 419 994 301
E info@metalsstech.net

Board of Directors
Non-Executive Chairman - Russell Moran
Non Executive Director - Gino D'Anna
Managing Director - David Riekie
Company Secretary - Paul Fromson

Projects	
Cancet (Li)	100% owned
Adina (Li)	100% owned
Terre Des Montagnes (Li)	100% owned
Wells-Lacourciere (Li)	100% owned
Kapiwak (Li)	100% owned
Sirmac-Clapier (Li)	100% owned
Bay Lake (Co)	100% owned
Rusty Lake (Co)	100% owned

Commenting on the acquisition of the Rusty Lake Mine, Managing Director Mr David Riekie stated:

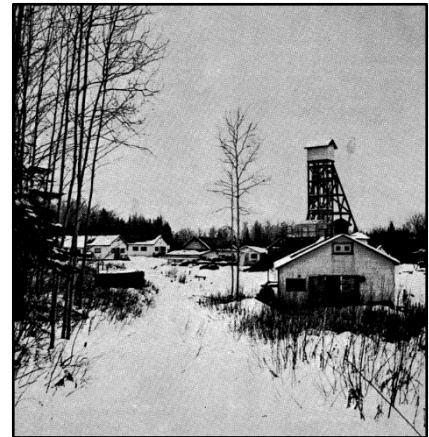
"This acquisition, now completed, signals a significant event for MTC. It now gives our exploration team the ability to accelerate permitting and ground access activities at Rusty Lake. The potential of the past-producing Rusty Lake Cobalt-Silver-Nickel mine, highlights that it is an exciting prospect in our portfolio, as it historically exhibited excellent high-grade cobalt, nickel and silver potential."

"We expect this will be a defining upcoming field season, with maiden diamond drilling programs scheduled for late June early July 2018 at our now 100% owned cobalt projects. In preparation we are advancing stakeholder and local community engagement programs in the coming weeks to achieve these targeted outcomes."

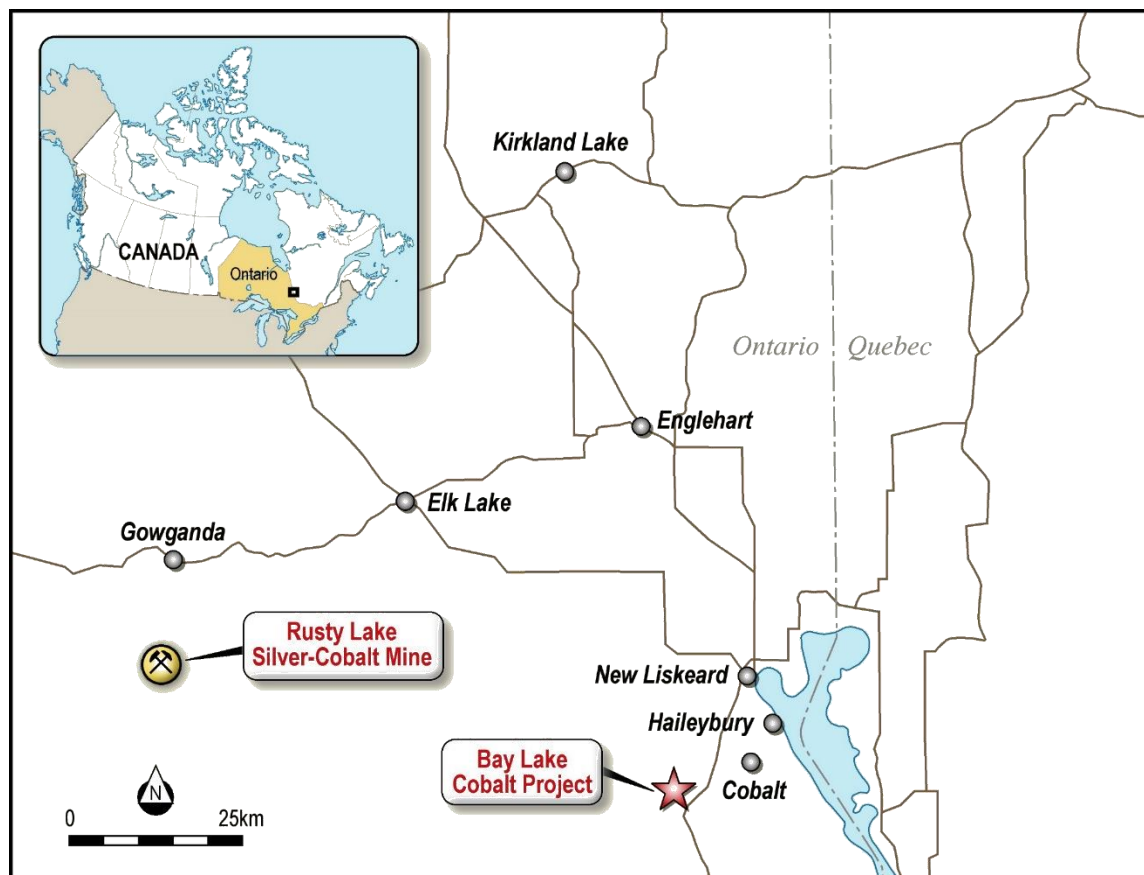
Rusty Lake Mine

The Rusty Lake Cobalt-Silver Mine is located in the Leith Township, Larder Lake Mining Division, Ontario and comprises of 52 mining claim units (~816 hectares) including the No 1, No 2, No 3 and No 4 shafts within the historical mining operation. It is approximately 70km from the Company's 100% owned Bay Lake High Grade Cobalt Project.

The project boasts excellent all-weather road access and is located approximately 30km south of the Gowganda Mining Camp which has historically produced an estimated 58 million ounces of silver and at least 1.3 million pounds of cobalt (some early mines only reported silver production being the target metal despite cobalt being mined in the process).



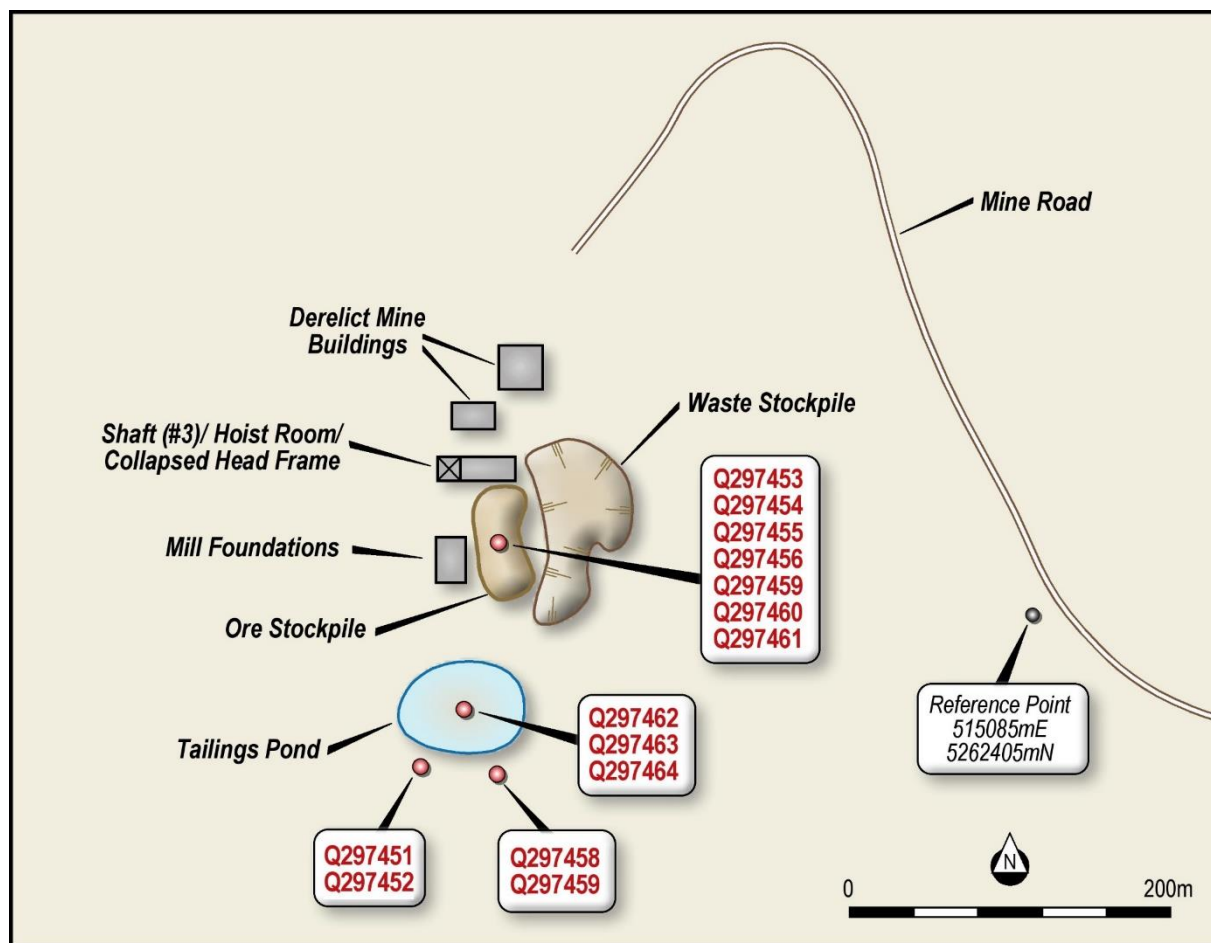
Photograph: Rusty Lake Mine – 1960s



Map; Project Location Bay Lake and Rusty Lake

Mine Sampling Program

A mine site sampling program was conducted at the Rusty Lake Mine in May 2017. The primary goal of the program was to ascertain the quality of the cobalt mineralisation associated with the silver ore at the mine.



Map: Layout of Rusty Lake Mine and Sample Locations

To appraise the cobalt mineralisation of the silver ore the ore stockpile was grab sampled. Two main stockpile areas can be found at the mine site; a smaller stockpile immediately south of the hoist / historical head frame heading towards the historical mill foundations and a larger stockpile to the east and south of the hoist / historical head frame. The stockpile to the south showed a mixture of Nipissing diabase and pinkish granophyre with the diabase dominating.

Abundant cobalt “bloom” was observed indicating the presence of the cobalt arsenate erythrite. Pinkish aplite stringers were common. The dimensions of this stockpiled area was approximately 40 metres long by 20 metres wide with a depth in the centre at least 4 metres. This stockpile was considered to be an ore stockpile. Seven selected grabs were collected from this stockpile. The results confirm the presence of high grade cobalt and silver and ore-grade nickel in the Rusty Lake ore.



Photograph: Cobalt “bloom” in stockpile



Mine Sampling – May 2017

Sample #	UTM East	UTM West	Sample Type	Ag g/t	Co %	Ni %
Q297451	514879	5262356	Angular Boulder	19.4	5.08	0.44
Q297452	514879	5262356	Angular Boulder	44.4	5.65	0.48
Q297453	514896	5262428	Stockpile Grab (Main Shaft)	85.7	4.38	2.08
Q297454	514895	5262430	Stockpile Grab (Main Shaft)	3540	6.08	8.64
Q297455	514896	5262423	Stockpile Grab (Main Shaft)	478	3.26	1.31
Q297456	514889	5262425	Stockpile Grab (Main Shaft)	38.9	6.04	1.6
Q297457	514888	5262346	Angular Boulder	>10000	9.92	3.93
Q297458	514888	5262346	Angular Boulder	>10000	11.85	2.97
Q297459	514908	5262419	Stockpile Grab (Main Shaft) - coarse	69.1	6.33	4.79
Q297460	514906	5262425	Stockpile Grab (Main Shaft) - coarse	34.8	3.8	3.93
Q297461	514901	5262433	Stockpile (Main Shaft) - fines	402	0.84	0.4
Q297462	514884	5262390	Tailings (Main Shaft)	63	0.03	0.01
Q297463	514882	5262377	Tailings (Main Shaft)	48.5	0.03	0.01
Q297464	514881	5262364	Tailings (Main Shaft)	69.1	0.06	0.04

Table: Mine Sampling Results

Summary of Acquisition Terms

MetalsTech Limited entered into a binding Deed of Novation and Variation with New Found Gold Corp. (the **Vendors**) to acquire 100% of the Rusty Lake Mine in Ontario, Canada.

The key terms of the acquisition are as follows:

- MetalsTech to complete the acquisition of 100% of the Rusty Lake Mine, by:
 - completing a cash payment of CAD\$225,000 to the Vendors (*Paid*)
 - issuing 3,000,000 ordinary shares to the Vendors subject to 12 months' escrow from the date issue (*Completed*)
- upon completion of the aforementioned payments, MetalsTech will have earned a 100% interest in the Project
- the Vendors will retain a 2% Net Smelter Royalty (**NSR**) over all metals produced from the Project excluding the cobalt metal (**Non-Cobalt NSR**)
- the Vendors will retain a 0.5% NSR over the cobalt metal from the Project (**Cobalt NSR**)
- the Project has an existing 2% NSR owned by Cobalt 27 Capital Corp (**Cobalt 27 NSR**), which will be assumed by MetalsTech at completion
- MetalsTech can buy back half of the Non-Cobalt NSR and half of the Cobalt NSR from the Vendor for total consideration of CAD\$1,000,000 payable in any combination of cash or MetalsTech shares at the 10-day VWAP
- subject to MetalsTech delineating a JORC or NI 43-101 Inferred Resource of not less than 1Mt at an average grade of not less than 0.5% Co equivalent, MetalsTech will make a further payment to the Vendor of CAD\$150,000 payable in any combination of cash or MetalsTech shares at the 10-day VWAP
- the Vendor agrees to orderly market provisions on any share sales after the escrow period





ENDS

For further information, contact:

David Riekie
Managing Director
M +61 419 994 301
david@metals.tech

Nathan Ryan
Investor Relations
M +61 420 582 887
nathan.ryan@nwrcommunications.com.au

Russell Moran
Non-Executive Chairman
M +61 415 493 993
russell@metals.tech

Gino D'Anna
Non-Executive Director
M +61 400 408 878
gino@metals.tech

Caution Regarding Forward-Looking Information

This document contains forward-looking statements concerning MetalsTech. Forward-looking statements are not statements of historical fact and actual events and results may differ materially from those described in the forward looking statements as a result of a variety of risks, uncertainties and other factors. Forward-looking statements are inherently subject to business, economic, competitive, political and social uncertainties and contingencies. Many factors could cause the Company's actual results to differ materially from those expressed or implied in any forward-looking information provided by the Company, or on behalf of, the Company. Such factors include, among other things, risks relating to additional funding requirements, metal prices, exploration, development and operating risks, competition, production risks, regulatory restrictions, including environmental regulation and liability and potential title disputes.

Forward looking statements in this document are based on the company's beliefs, opinions and estimates of MetalsTech as of the dates the forward-looking statements are made, and no obligation is assumed to update forward looking statements if these beliefs, opinions and estimates should change or to reflect other future developments.

Competent Person Statement

The information in this announcement that relates to Exploration Targets, Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Ms Cherie Leeden, who is Technical Director (Canada) and VP Exploration (Cobalt) of the Company. Ms Leeden is a Member of the Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralisation and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Ms Leeden consents to the inclusion in this report of the matters based on their information in the form and context in which it appears.

Ms Cherie Leeden has reviewed the historical exploration results that are contained in this announcement and has validated the source of the historical information. Ms Cherie Leeden is satisfied with its inclusion in the form and context in which it appears in this announcement.

ASX Listing Rules Compliance

Rusty Lake Cobalt Project

Pursuant to ASX Listing Rule 5.23.2, the Company confirms that it is not aware of any new information or data that materially affects the information included in the announcement dated 23 November 2017.

