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ASX ANNOUNCEMENT

7 June 2018

ASX Code: MYL

Board of Directors

Mr John Lamb
Executive Chairman

Mr Rowan Caren
Executive Director

Mr Jeff Moore
Non-Executive Director

Issued Capital

Shares 664m.

Options 184m.

Performance rights 28m.

Share price (4/6/18) A\$0.069

Market capitalisation A\$46m.

Cash (31/5/18) A\$2.4m.

Debt Nil

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\$35M SHARE PLACEMENT COMPLETED

OVERSUBSCRIBED

Highlights

- MYL has received binding commitments for its \$35 million share Placement
- Heavily oversubscribed with significant demand from a wide range of domestic and international institutions together with existing key shareholders
- Key conditions precedent for Perilya's cornerstone investment have been met, allowing for MYL's drawdown on the \$14.9 million deposit
- Bawdwin Option now set to be exercised imminently

Myanmar Metals Limited ("MYL" or "the Company") is delighted to advise that it has successfully completed a bookbuild to raise \$35 million at an issue price of \$0.06 per share via a shareholder approved placement ("Placement"). The Placement was heavily oversubscribed with significant demand from a wide range of new domestic and international institutional investors. The Placement includes the \$19.1 million of binding commitments obtained from cornerstone investors, Perilya Limited ("Perilya") and Mark Creasy (through Yandal Investments), as previously announced.

John Lamb, Executive Chairman and CEO, stated:

"The demand for the MYL Placement has been extremely strong. I believe this is because the Company's core investment proposition is compelling, namely:

- A Tier 1 polymetallic project in a strategically advantageous location
- A management team with experience and depth, and
- International and local partners with valuable expertise who substantially de-risk operations

I would like to thank our existing shareholders for their support in approving the resolutions presented at the General Meeting earlier this week. The Placement has achieved our objective of introducing a significant number of new, high quality institutions to the MYL shareholder register. We believe this further validates the quality of the Bawdwin Concession and ensures the Company has a strong financial position as it progresses Bawdwin towards mine development.

We now move forward as part of a larger, well-funded company which will have a controlling interest in a world class mining project."

Shares issued in the Placement are priced at A\$0.06 per share, which represents a:

- 6.0% premium to the 10 day volume weighted average price ("VWAP") of \$0.0566 per share prior to the announcement of MYL securing binding commitments from cornerstone investors on 25 May 2018; and
- 9.7% discount to MYL's 5-day VWAP of \$0.0664 per share calculated at trading close on 4 June 2018.

Successful completion of the Placement satisfies a key condition precedent in the Share Subscription Agreement entered into with cornerstone investor Perilya. Following shareholder approval for the Placement at the General Meeting on 5th June and satisfaction of other customary conditions, MYL is now free to drawdown on the Perilya deposit of \$14.9m. Perilya will be issued MYL ordinary shares at an issue price of \$0.06 per share on the later of settlement of the Placement and the receipt of all necessary regulatory approvals including Foreign Investment Review Board ("FIRB") approval. Perilya lodged the requisite FIRB application on 4 May 2018.

Funds raised in the Placement, together with existing cash reserves, will be applied towards the exercise of the Bawdwin Option, further drilling and technical studies, a pre-feasibility study, concession holding costs, commencement of a feasibility study, transaction costs and general working capital.

Settlement of the Placement is scheduled to occur on 14 June 2018. An Appendix 3B will be released in due course.

Argonaut acted as exclusive financial adviser to Myanmar Metals in relation to the Perilya financing and is exclusive financial adviser and lead manager to the Placement.



John Lamb

Chairman and CEO

For More Information:

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About Myanmar Metals:

Myanmar Metals Limited (ASX:MYL) holds an exclusive option to acquire an operating 51% interest in the Bawdwin Concession in Shan State, Myanmar alongside its major local partners, Win Myint Mo Industries Co.,Ltd (WMM) and East Asia Power (Mining) Company Limited (EAP).

The Bawdwin Concession contains a global Tier 1 polymetallic deposit with a maiden JORC compliant Indicated and Inferred Mineral Resource of 82.0 Mt at 4.7% Pb, 119g/t Ag, 2.4% Zn and 0.2% Cu, (0.5% Pb cut-off above 750m RL, 2% Pb below 750m RL) including a maiden JORC-compliant Indicated Mineral Resource of 20.2Mt at 5.0% Pb, 130g/t Ag, 2.6% Zn and 0.23% Cu (0.5% Pb cut-off above 750m RL, 2% Pb below 750m RL) (refer to ASX announcement dated 22 May 2018).