

CONVERSION OF THE A\$20,000,000 FACILITY A CONVERTING NOTES HELD BY GLENCORE

Aurelia Metals Limited ("**Aurelia**" or the "**Company**") announces that it has deposited a conversion notice with Glencore Group Funding Limited (Glencore) in respect of its A\$20,000,000 Facility A Converting Notes.

Under the financing documentation with Glencore, Aurelia may at its election, subject to certain conditions, deposit a conversion notice with Glencore requiring the conversion of the Facility A Notes into fully paid ordinary shares in Aurelia. The Conversion Date specified in the notice is 15 September 2015.

The number of shares in Aurelia that may be issued to Glencore on conversion is calculated by dividing the amount of the facility (A\$20,000,000), plus capitalised interest, and accrued but uncapitalised interest, by the conversion price. The conversion price under the facility has been calculated as A\$0.2563 per Share, and the number of Shares to be issued to Glencore upon conversion is 91,034,168 Shares.

The conversion of the Facility A Converting Notes is conditional upon certain matters, namely the approval of the Foreign Investment Review Board, no Event of Default can be continuing and the Security Trustee under the facility can not have commenced enforcement proceedings. As announced on 6 August 2015, a notice of no objection for the conversion of Facilities A & B has been issued by FIRB, and on 1 July 2015, Glencore has issued a notice alleging an Event of Default under the finance documentation. If an Event of Default were to exist and continue, conversion of the Facility A Converting Notes could not occur. Aurelia has rejected Glencore's notice alleging an Event of Default. Aurelia is not aware of any enforcement proceedings having been commenced by the Security Trustee.

Once a conversion notice is given, other than circumstances where an event of default occurs before conversion, it cannot be withdrawn without the written consent of the Security Trustee.