

EXERCISE OF 40 MILLION PACROAD OPTIONS

KEY POINTS

- Pacific Road has exercised 40 million options increasing its ownership to 33.9%
- Pacific Road has committed to purchase the remaining 10 million options (exercisable at \$0.125/share) from Pybar Holdings.

Aurelia's Managing Director & CEO, Jim Simpson comment: "I am pleased to acknowledge the ongoing support of our major shareholder in PacRoad and its recent acquisition of securities is considered to be a reflection of the Company's turnaround in performance in 2016 and its potential to build value for all shareholders in the future. We will continue to create value if we deliver on our primary goals of reducing net debt, delivering strong operational cash flow and growing our mine life." said Mr Simpson.

EXERCISE OF 40 MILLION OPTIONS

Aurelia Metals Limited ("**AMI**" or the "**Company**") wishes to advise that Pacific Road Capital Management Pty Ltd ("**PacRoad**") has exercised 40 million Options (expiring 28 September 2020) at an exercise price of 1.25 c/share, raising \$500,000.

The issue of these Options, and the issue of 40,000,000 fully paid ordinary shares in the capital of the Company on the exercise of the Options, were ratified and approved at a General Meeting of Shareholders held on 13 March 2016.

The Company granted the Options to PacRoad on 30 November 2015 as a commitment fee for the provision of a funding facility at a time of great uncertainty. In the absence of a negotiated agreement with Glencore on the Company's debt facility, which was ultimately achieved, the PacRoad funding facility would have been vital to the future of the Hera Project and the Company.

PURCHASE OF 10 MILLION OPTIONS

The Company also wishes to advise that it has been notified by PacRoad that it has committed to purchase the remaining 10 million Options (expiring 28 September 2020) at an exercise price of 1.25 c/share, from Pybar Holding Pty Ltd. This follows PacRoad's recent acquisition of 11.6 million shares from Pybar which increased their relevant interest in the Company from 24.2% to 27.1%.

SUBSTANTIAL SHAREHOLDING

Following the exercise of the PacRoad Options, the Company's securities on issue are:

Securities	Number	Class
Listed	427,991,188	Ordinary Shares quoted on ASX
Unlisted	6,570,000	Performance Rights
	10,000,000	\$0.0125 Options expiring 28 Sept 2020

With the conversion of the 40 million Options, PacRoad's interest in the Company's listed securities has increased from 105.0 million shares to 145.0 million shares and its voting interest has increased from 27.1% to 33.9%.

Further Information

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