



Investor Presentation

February 2016

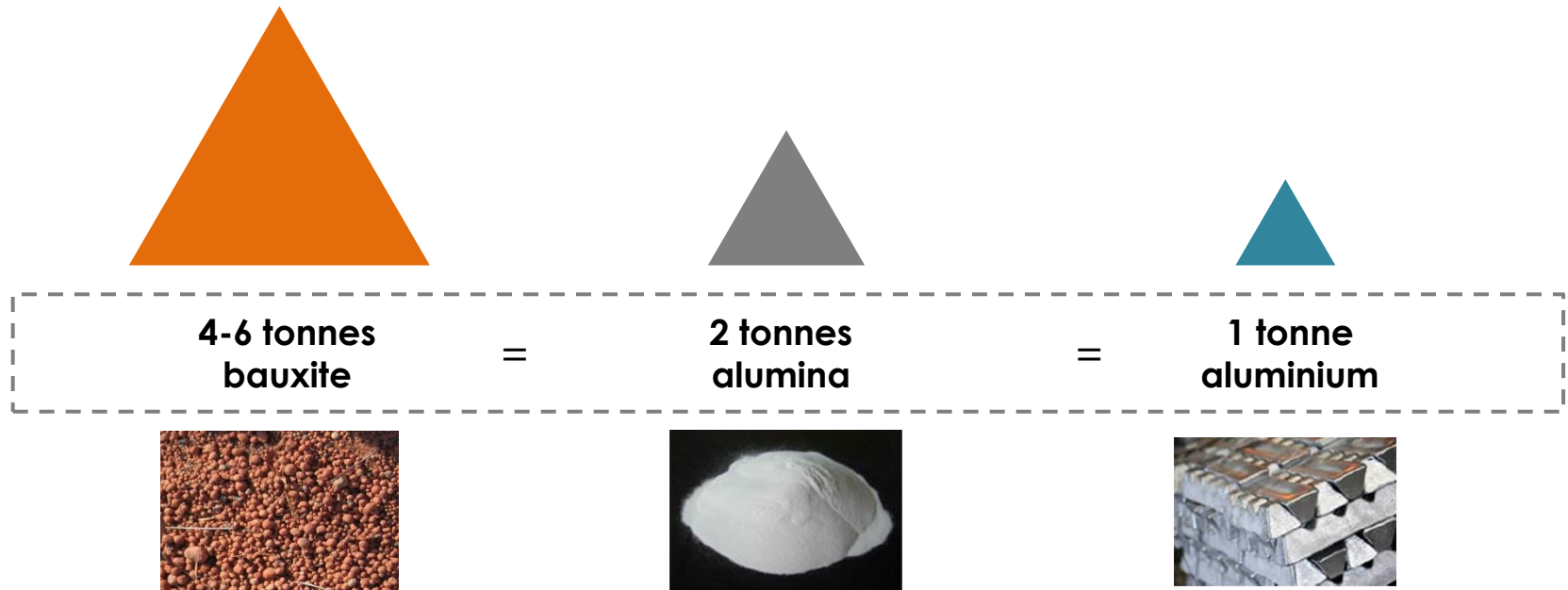
Compelling Proposition

Metro is a rare, high margin investment in growth sector

- **Positive fundamentals for bauxite**
- **Simple DSO project, well located in Cape York's world class bauxite province**
- **Low capex, high margins and excellent economics**
- **Native title finalised and permitting on track**
- **Off-take MOU secured with leading integrated aluminium company**
- **Proven, high quality team who have developed & operated mines globally**
- **Attractive share price upside**

Bauxite Introduction

Key ingredient for manufacturing aluminium



Key Bauxite Value Drivers

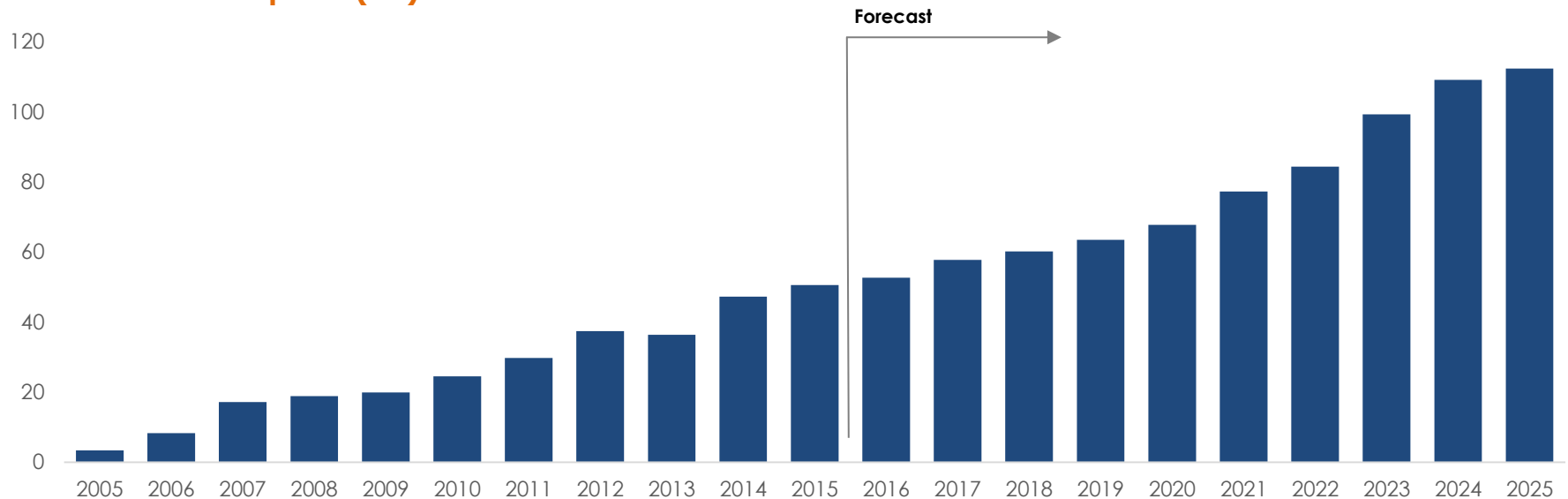
Metro

Grade	Alumina content ranges from 30% - 65% and silica ranges from 2% - 30%	Alumina ~50%, Silica ~6%
Type	High temp (diasporic, bohmeitic) or low temp (gibbsitic)	Low temp
Location	Proximity to buyer, supply reliability and sovereign risk	Close to Asia

Rapidly Growing Chinese Bauxite Demand

China represents around 70% of the 3rd party global traded bauxite market, with import growth driven by increased aluminium production & declining reserves (<10yrs)

China Bauxite Imports (Mt)



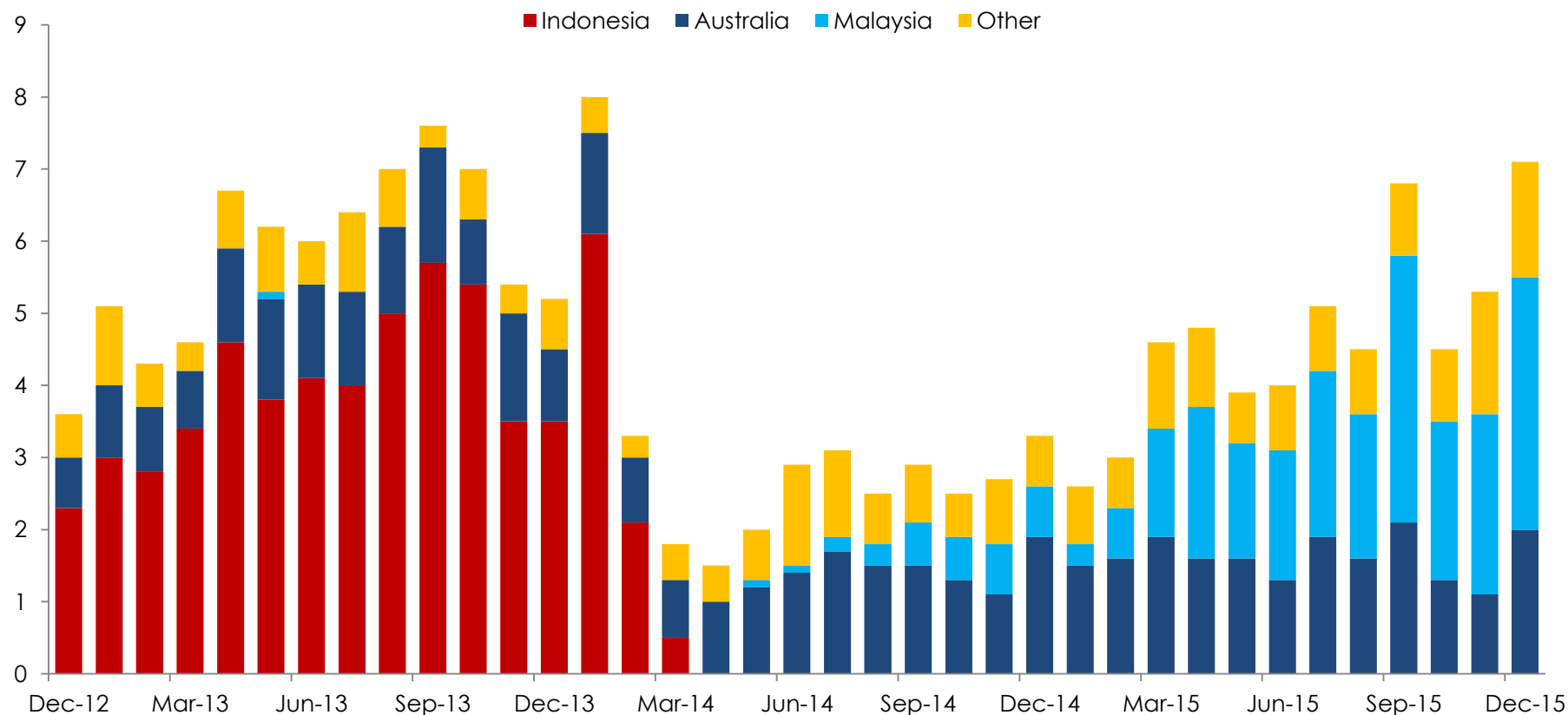
Key Points

- Since 2009 average quality of Chinese reserves has declined driving demand for imports
- Recently developed coastal refining province in Shandong relies 100% on imported bauxite
- 75% of Chinese imports are low temp bauxite
- Chinese imported bauxite demand expected to double to +100Mtpa in coming decade

Tightening Supply Dynamic

Indonesian export ban and recent ban by “gap” producer Malaysia (<2yrs reserves) set to increase demand for reliable Australian supply

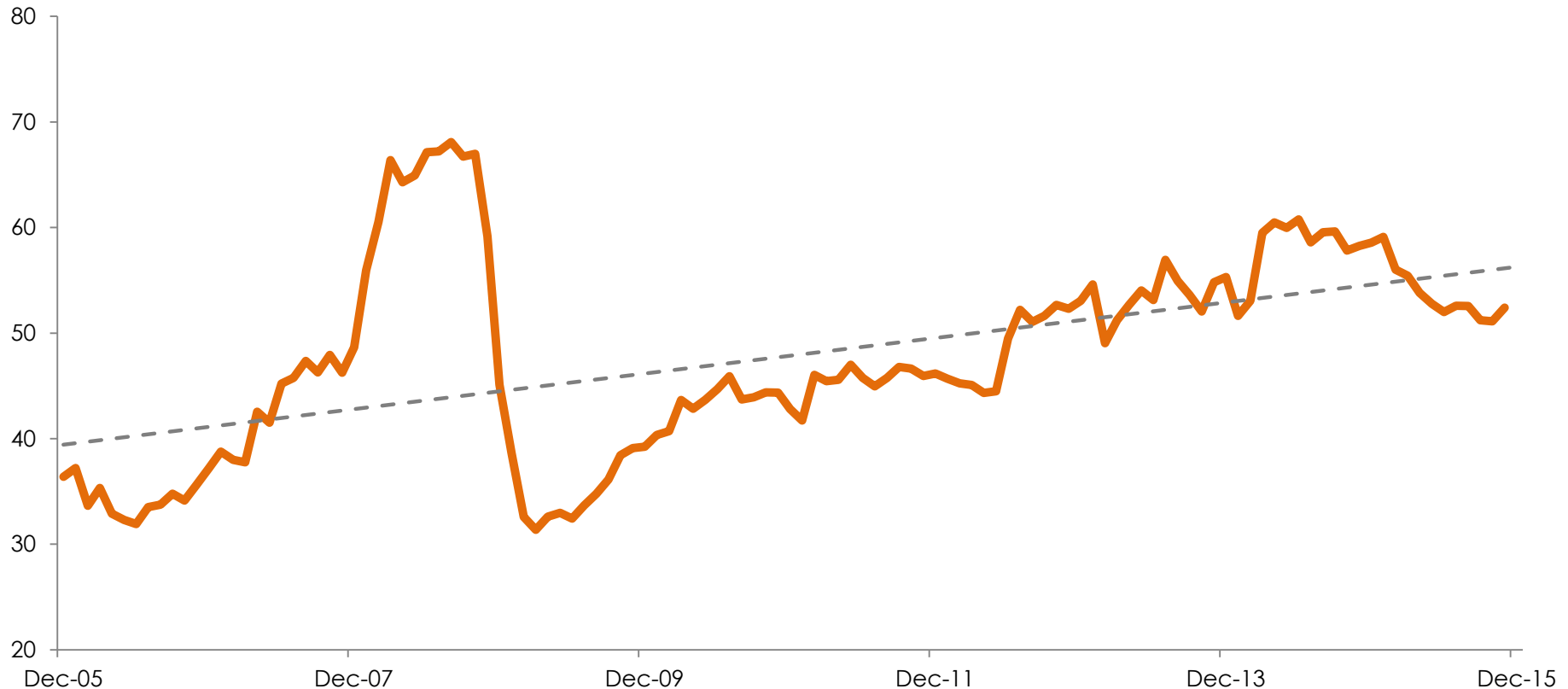
China Bauxite Imports by Supply Region Last 3 Years (Mt)



Steady & Positive Price Outlook

Steadily increasing price since GFC reflects robust fundamentals

Bauxite Price CIF China (US\$/t, ViU unadjusted)



Proven Team

Metro's board & management team have successfully developed and operated over 30 projects globally

Key Team Members

Stephen Everett
Chairman

- Chemical engineer with over 40 years experience in resources and construction
- Formerly Chairman of BeMaX Resources

Simon Finnis
Chief Executive Officer

- Over 28 years experience global resource sector experience
- Former CEO of Grande Côte Minerals Sands Operations in Senegal with responsibility for successful \$650m project development

Mike O'Brien
Project Director

- Mining engineer with over 40 years mining and minerals experience
- 25 years extensive management experience with Shell and Anglo American

Colleen Fish
Environmental Manager

- Environmental scientist with over 25 years experience in environmental management
- Former Manager Environment, for Peabody Queensland with responsibility for 7 mine sites
- Member of Queensland Resource Council Environment Committee

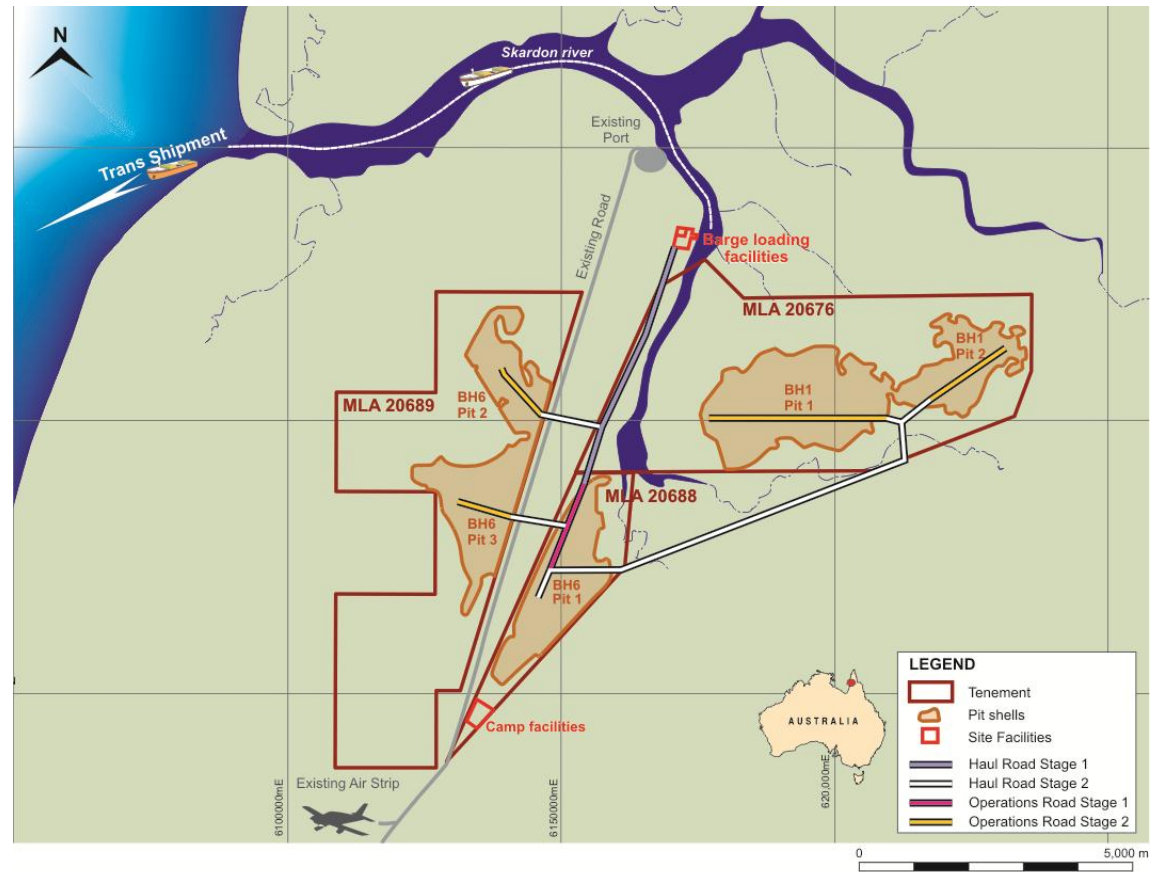
Norman Ting
General Manager, Marketing

- Over 30 years bauxite industry and marketing experience
- Former Chairman for Traxys China, former senior executive with WOGEN in UK, Hong Kong & China – which included representing Comalco (RTA) Bauxite and Alumina in Beijing

Location Provides Brand & Value Driver

Located 95km north of Weipa with ready access Skardon River

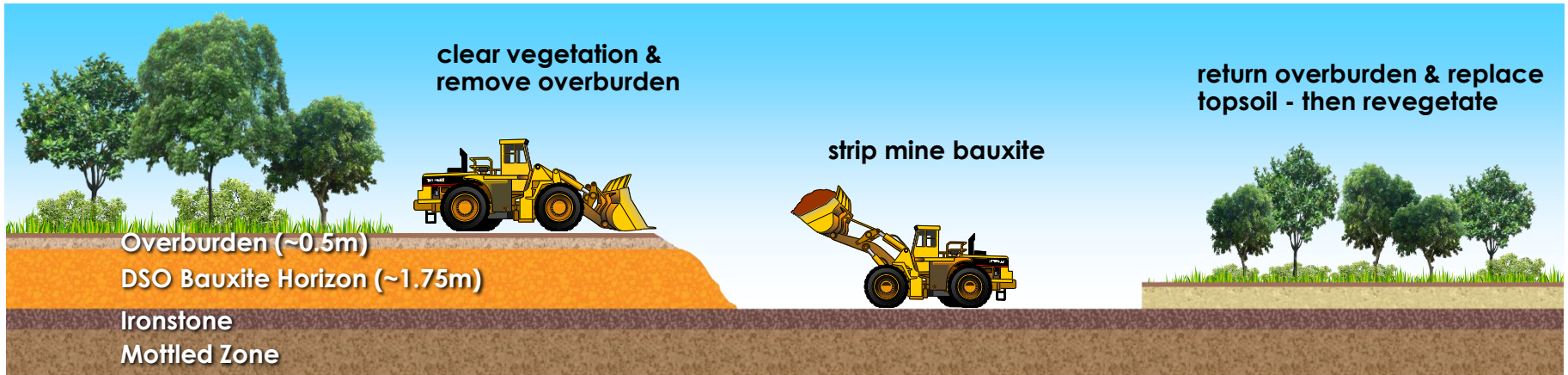
- Weipa is a world renowned and high quality bauxite province
- Adjacent to historic kaolin mining operation
- Skardon River is an approved Queensland port
- Advantageous proximity to key Chinese end market
- Strategic regional tenement position covering ~1,300km²



Operational Simplicity

Conventional mining and transportation techniques

Mining



Transportation

Haul ore 5 - 10km to stockpile
& barge loading facility



Barge ore 10km down Skardon River



Tranship to bulk carrier for export



Increased Production Scenario

Significant scale benefits confirmed by recent PFS

- **Detailed PFS completed by MEC Mining**
 - ▶ Based on DFS for 2Mtpa* completed November 2015
- **4Mtpa steady state**
 - ▶ 2Mtpa* for years 1 and 2
- **8 months of operation per year during dry season (April to November)**
 - ▶ 24 hour operation post ramp up with night shift to be added
- **+13 year mine life***
- **5 month construction period**
- **Low capex and highly competitive cash costs**
- **Environmental footprint unchanged from 2Mtpa* DFS**
- **DFS to consider benefit of 5Mtpa* production scenario**

Key Results¹

Steady State Production	4Mtpa
LOM Production	49.1Mt
Mine Life	13 years
Capex (inc 15% contingency)	A\$40.1m
LOM Average Total Operating Costs	A\$18.8/t
LOM Average Operating Margin	A\$33.6/t
LOM Average Annual EBITDA	A\$133.6m
Payback Period	1.2 years
NPV ₁₀ (post-tax)	A\$582m
IRR	156%

* Metro confirms all material assumptions underpinning production target & corresponding financial information continue to apply & have not materially changed as per Listing Rule 5.19.2

¹ Financial results based on CM Group pricing assumptions of Metro receiving an FOB bauxite price of US\$38.60 to US\$45.40/t and a USD/AUD exchange rate of 0.75

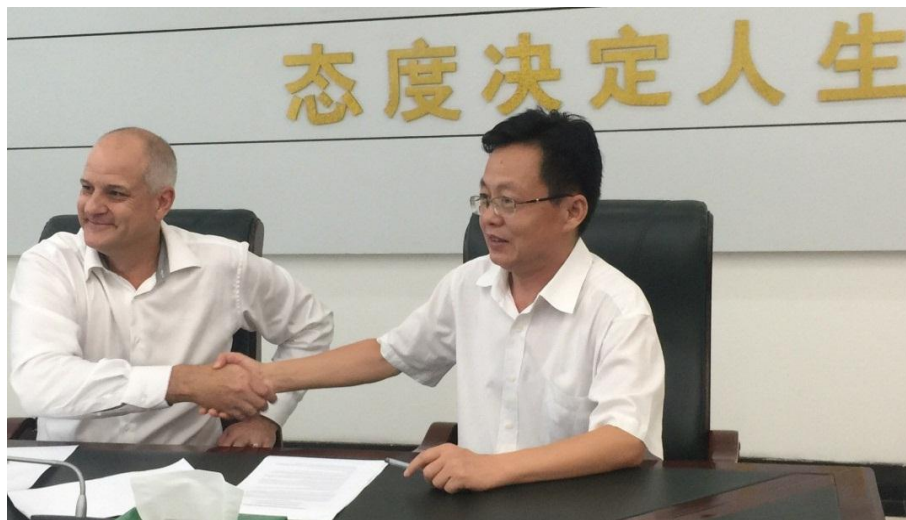


Off-Take Progress

Product quality confirmed by potential customers with initial off-take MOU secured and discussions with other possible partners progressing

■ Off-take MOU secured with Xinfu

- ▶ Xinfu is one of the largest integrated aluminium companies in China



■ MOU secured in August 2015 based on previous 2Mtpa* plan with following key terms:

- ▶ Initial term of 5 years
- ▶ Minimum tonnage of 1Mtpa and up to a maximum of 1.2Mtpa
- ▶ FOB pricing subject to market conditions and agreed quality parameters
- ▶ Take or pay conditions with payment by irrevocable Letter of Credit

■ Strong levels of inquiry and interest

■ Off-take discussions led by Metro's bauxite marketing expert Norman Ting

* Metro confirms all material assumptions underpinning production target & corresponding financial information continue to apply & have not materially changed as per Listing Rule 5.19.2

Native Title & Land Access Finalised

Positive and supportive relationship established with local community

■ Recent native title and land access agreement reached jointly with:

- ▶ Ankamuthi People, the traditional owners; and
- ▶ Old Mapoon Aboriginal Corporation (OMAC), the trustee owner of the land

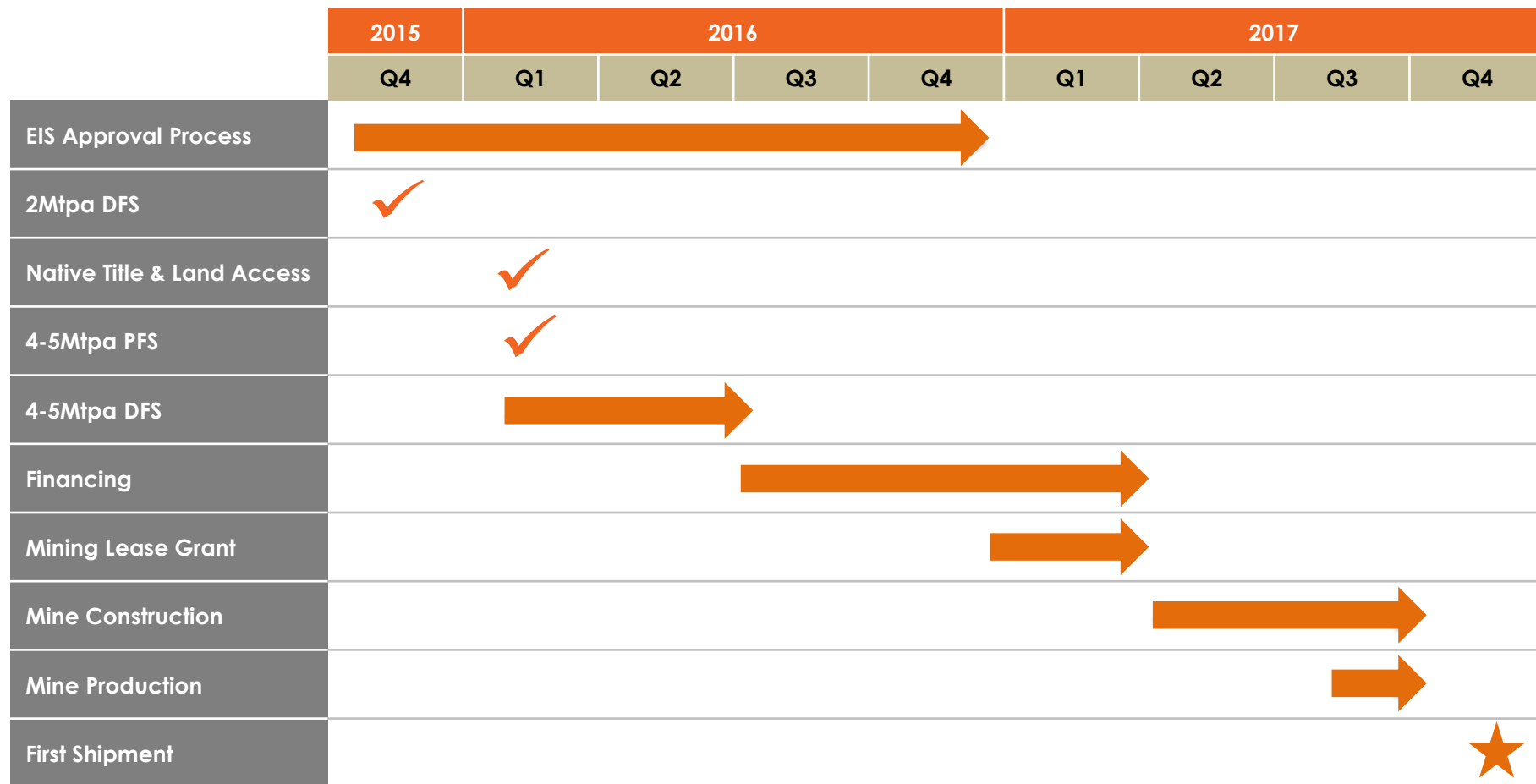
■ Key features of the agreement include:

- ▶ Cultural Heritage Management Plan
- ▶ Detailed rehabilitation plan with ongoing monitoring
- ▶ Training, employment and business opportunities
- ▶ Substantial mining benefits based on percentage of FOB price received per tonne of bauxite



Upcoming Milestones

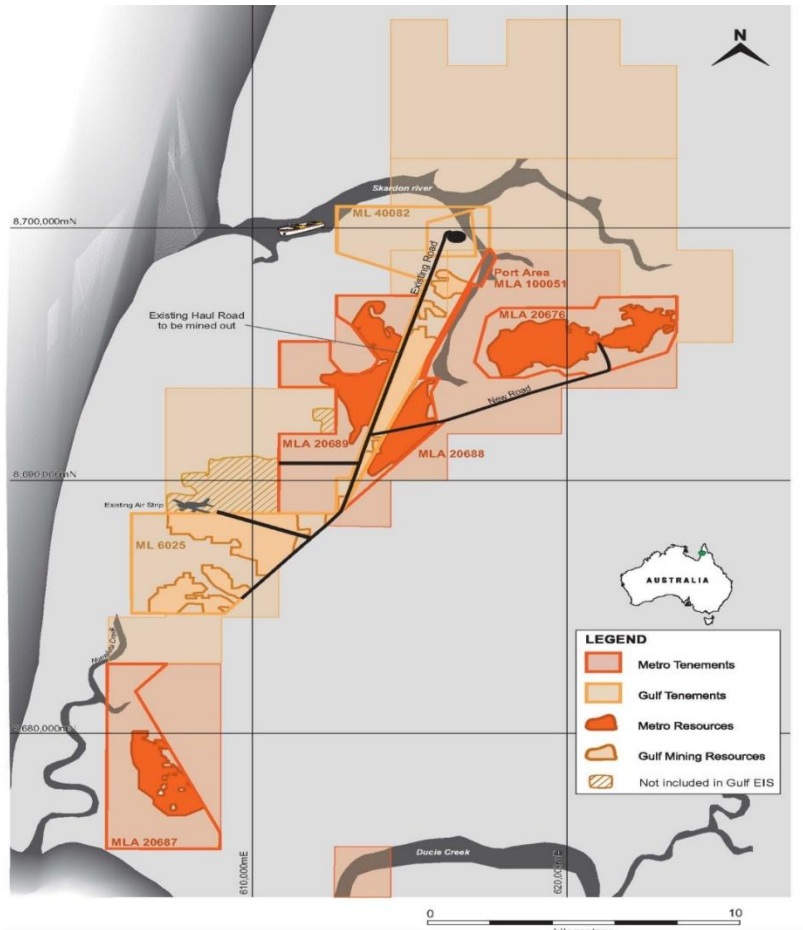
DFS underway and EIS permitting expected to be completed Q4 2016



Gulf Merger Opportunity

Adjacent and similar scale projects provides compelling logic

Metro & Gulf Skardon River Positioning



Merger Rationale

- **Creates leading independent Cape York bauxite company with enhanced bauxite market relevance**
 - ▶ Effectively doubled reserve base of ~96Mt*
- **Ability to realise significant operational synergies**
 - ▶ Economies of scale
 - ▶ Removal of duplication
 - ▶ Improved efficiency
- **Enhanced financing capability given improved economics and enhanced investor appeal**
- **Benefit of Metro's proven, ready made board & management team**
- **Single point of contact for key stakeholders**
- **Gulf shareholders receive attractive value, ASX liquidity & ongoing exposure to merger benefits**

*Refer ASX Release 24 Dec 2015



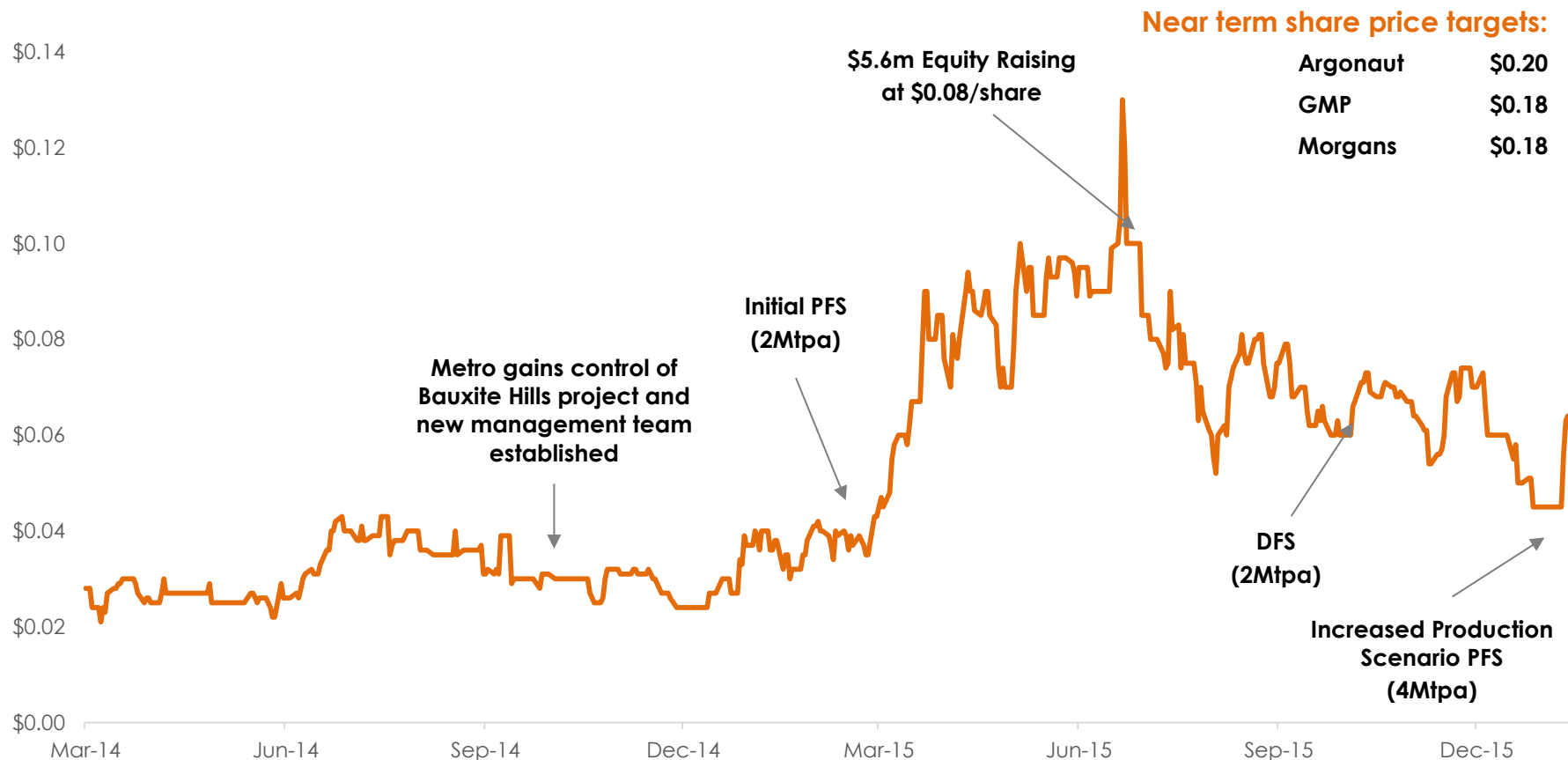
Offer for Gulf

Metro's offer opened on Christmas Eve and is progressing in parallel with Metro rapidly advancing its own project

Offer Ratio	■ 3.3 Metro shares for every 1 Gulf share
Ownership Outcome Under Offer	■ 56% Metro / 44% Gulf
Key Conditions	■ Minimum 50.1% acceptance ■ No MAC, No Prescribed Occurrences etc.
Gulf Board Response	■ The Gulf Board is currently advising Gulf shareholders not to accept Metro's Offer
Current Metro Ownership of Gulf	■ 22.1%
Offer Close Date	■ 15 February 2016, unless extended

Metro Share Price

Current share price provides ground-floor entry with significant upside



Contact Details

Attractive fundamentals, high quality project with proven team focused on delivering shareholder value



Key Contact Details

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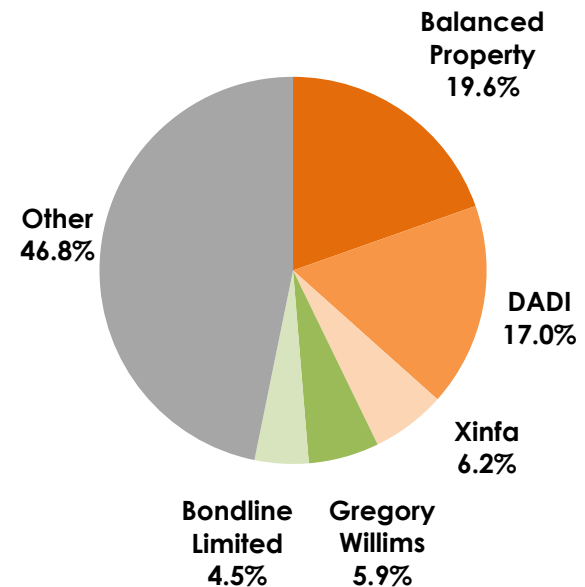
Background Slides

Capital Structure & Shareholders

Capital Structure

Share Price (29 January 2016)	6.4c
Shares on Issue	366.8m
Market Cap	A\$23.5m
Options	13.8m
Cash (31 Dec 2015)	A\$5.3m
Debt (31 Dec 2015)	Nil
Enterprise Value	A\$18.2m

Shareholders



Board of Directors

Stephen Everett **Chairman**

- Chemical engineer with over 40 years experience in the resources and construction industries both in Australia and overseas
- Formerly Chairman of BeMaX Resources, Australian Solomons Gold, JMS Civil & Mining and IronRidge Resources and currently Chairman of Agrim

Philip Hennessy **Non-Executive Director**

- Over 30 years experience in accounting and corporate experience
- Chairman KPMG Queensland for 13 years prior to retiring in 2013

George Lloyd **Non-Executive Director**

- Over 30 years resource industry experience including senior executive and board roles
- Previously Chairman of Cape Alumina for 5 years
- Currently Chairman of Ausenco and Pryme Energy

Lindsay Ward **Non-Executive Director**

- Over 25 years experience with senior executive and board roles in mining, exploration, mineral processing, ports, rail, power generation, gas transmission and logistics
- Former Managing Director of Dart Mining and previously Mine Manager of the Yallourn Energy open cut coal mine in Victoria and former

Jijun Liu **Non-Executive Director**

- Engineer with over 30 years experience in energy and resources
- Managing Director of the Xinfa which controls one of the largest alumina-aluminium enterprises in China

Dongping Wang **Non-Executive Director**

- Over 30 years experience mining and prominent figure in the Chinese coal industry and recognised as coal processing expert
- Chairman of Dadi Engineering which is one of China's largest coal industry engineering groups

Management Team

Simon Finnis **Chief Executive** **Officer**

- Over 28 years experience in resources industry having working throughout Australia in underground and open cut mining operations. Holds Masters in Business & Technology from University of New South Wales
- Joined Metro in January 2015 having most recently served as CEO of Grande Côte Minerals Sands Operations in Senegal with responsibility for successful \$650M project development
- Other key experience include Operations Manager for the Pooncarie Mineral Sands Project, redevelopment of the Gold Ridge Mine in Solomon Islands and MD of Global Resources Corporation

Mike O'Brien **Project Director**

- Mining engineer with over 40 years mining and minerals experienced including over 25 years extensive management experience with multinational companies Shell Coal and Anglo American
- Holds B.Sc. (Min)(Eng) from the University of Witwatersrand

Scott Waddell **CFO & Company** **Secretary**

- Extensive experience gained holding a wide variety of senior roles across multiple sites with Anglo Coal and Rio Tinto Alcan (RTA) and has a solid understanding of the global bauxite, alumina and resources sectors
- Holds Bachelor of Business from the Queensland University of Technology and is an Associate Member of Chartered Secretaries Australia and Fellow of the Certified Practicing Accountants

Colleen Fish **Environmental** **Manager**

- Over 25 years experience in environmental management across the mining, consulting, aviation and chemical manufacturing industries in Australia and New Zealand
- Previously served as Manager Environment, Queensland Operations, for Peabody, with responsibility for 7 mine sites with a focus on regulatory negotiation and compliance issues
- Member of Queensland Resource Council Environment Committee and QRC Strategic Advisory Committee

Nick Villa **Project Manager**

- Over 15 years experience in mining, planning and execution of exploration and development programs as well as navigation of both State and Federal Government mining approvals processes

Norman Ting **General Manager** **Marketing**

- Over 30 years industry experience having previously served as Chairman for Traxys China where he traded a range of products; predominantly bauxite
- Former senior executive positions with WOGEN in the United Kingdom, Hong Kong & China – which included representing Comalco (Rio Tinto Alcan) Bauxite and Alumina in Beijing; also served as Technical Marketing Manager, Bauxite and Alumina for Comalco

Reserves & Resources

Cape York DSO Bauxite Reserves & Resources*

Area	Category	DSO ² Tonnes Mt ¹	DSO Bauxite Qualities (Dry Basis)			
			Total Al ₂ O ₃	THA ³	Total SiO ₂	RxSi ⁴ (%)
			%	%	%	%
Reserves (ROM @ 10% Moisture)						
BH1 & BH6	Proved ⁵	41.8	50.7	38.6	10.9	6.3
BH1 & BH6	Probable ⁶	6.4	49.3	36.8	13.4	6.9
Total		48.2	50.2	38.4	11.2	6.4
Resources (Dry In-situ)						
BH1 & BH6	Measured	41.8	51	39.2	11	6.1
BH1 & BH6	Indicated	8.3	49.3	37.1	14	6.8
BH2	Indicated	11.7	49.1	37.4	15.7	6.7
BH1 & BH6	Inferred	3.4	48.4	35.9	14.8	7.2
Total		65.3	50.2	38.4	12.4	6.3

1. For BH1, BH2 and BH6 the tonnages are calculated using the following default bulk densities determined from a program of sonic drilling; 1.6g/cm³ for BH1, 1.92g/cm³ for BH2 and 2g/cm³ for BH6. Actual values are used where measurements have been taken
2. DSO or "Direct shipping ore" is defined as bauxite that can be exported directly with minimal processing and beneficiation.
3. THA is trihydrate available alumina (gibbsite alumina + kaolinite alumina – low temperature desilication product (DSP) alumina) at 150°C.
4. RxSi is reactive silica at 150°C.
5. Proved Reserve - the probable reserve is included in the BH1 & BH6 Measured resource
6. Probable Reserve - the probable reserve is included in the BH1 & BH6 Indicated resource

*Refer ASX Release 2 June & 9 Dec 2015

Pre-Feasibility Study – Key Outcomes

Key Assumptions

Annual Production Rate (Steady State)	4.0Mt*
LOM Production	49.1Mt*
Mine Life	13 years*
Bauxite Price (FOB)	38.60-45.40/t
Exchange Rate (AUD/USD)	0.75
Discount Rate	10% / 15%
Pre-Mining Development Capital Expenditure	A\$40.1m
Deferred and Sustaining Capital Expenditure	A\$4.9m
Working Capital	A\$4.0m

Key Results

NPV (10% DR, Real, after tax)	A\$582m
NPV (15% DR, Real, after tax)	A\$440m
IRR	156%
Payback Period	1.2 years*
Total LOM Revenue	A\$2.9b
LOM Average Annual EBITDA	A\$133.6m
LOM Average Annual NPAT	A\$91.6m
LOM Average Operating Margin	A\$33.66/t
LOM Average Opex (ex-Royalties)	A\$18.80/t
LOM Total Operating Costs	A\$26.07/t

*Metro confirms all material assumptions underpinning production target & corresponding financial information continue to apply & have not materially changed as per Listing Rule 5.19.2

Pre-Feasibility Study – CAPEX & OPEX

Capex

Haul roads and site establishment	A\$3.03m
Navigational aids and cyclone moorings	A\$1.15m
Site Infrastructure including BLF and accommodation camp	A\$27.63m
Mining and ancillary equipment	A\$6.18m
Mobilisation, insurances and EPC design	A\$2.11m
Total	A\$40.10m

Opex

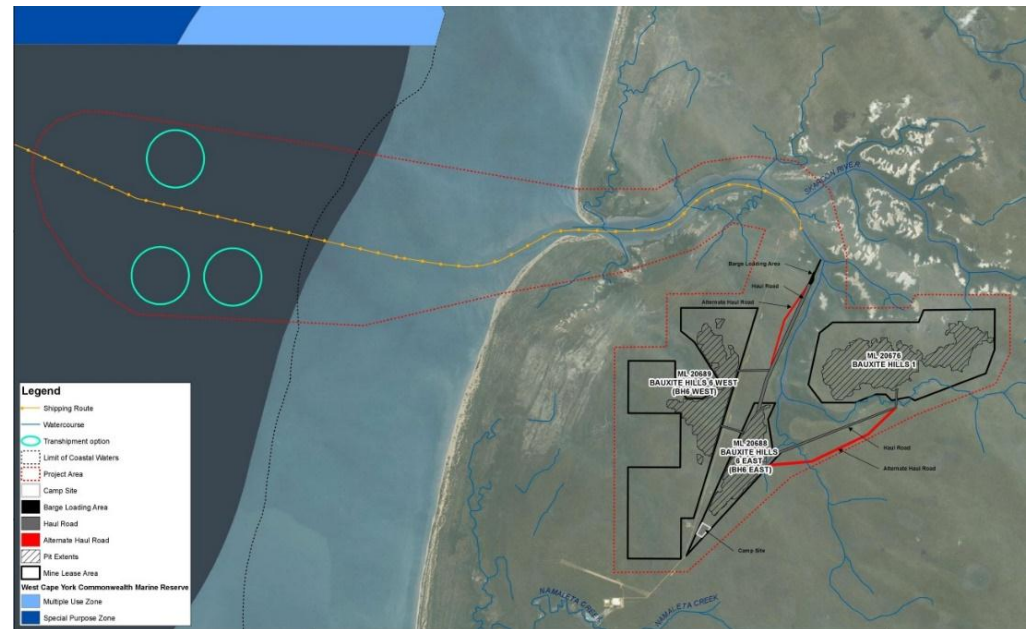
Mining, haulage and operation of BLF	A\$6.27/t
Transshipment activities	A\$8.40/t
Site and administrative costs	A\$4.13/t
Total Operating Costs (ex-royalties)	A\$18.80/t
Royalties and other costs	A\$7.27/t
Total	A\$26.07/t

Barging & Transshipment

Barging and transshipment well understood

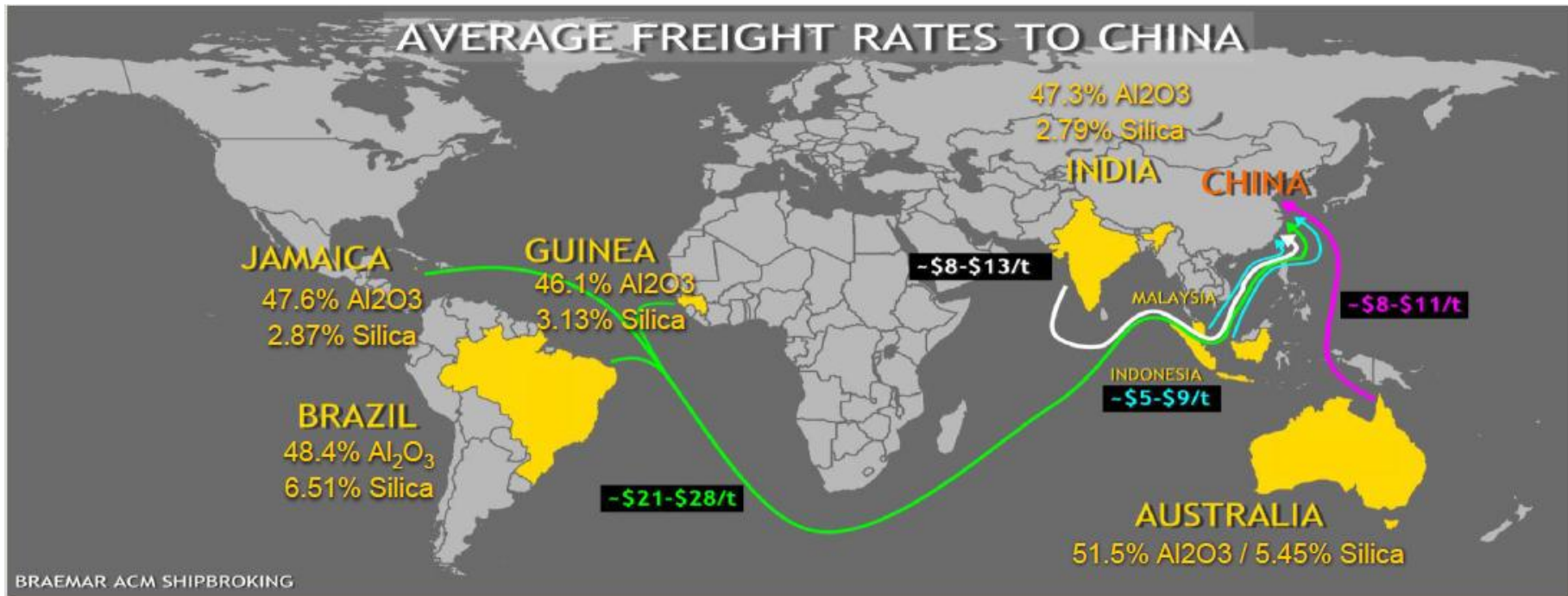
- **New barge loading facility on western side of Skardon River**
 - ▶ Adequate water at low tide and accessible from Metro's tenements
 - ▶ ~10km upstream from river mouth
 - ▶ ~2km upstream from existing port location
- **"Dumb barges" with towing and assist tugs to be used**
 - ▶ Barges 70m x 20m with capacity of 2,500t to 3,800t depending on tide
- **Geared vessels to be located ~12km offshore in suitable water**
- **Offshore platform for Panamax vessels to be used when production increases +2Mtpa**
- **Contract signed recently with highly experienced operators**

Tow Passage & Transshipment Location



China Export Advantage

Cape York enjoys strong freight advantage to China



Disclaimer

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Competent Person Statement

The information in this report that relates to Exploration Results is based on information compiled by Neil McLean who is a consultant to Metro Mining and a Fellow of the Australian Institute of Mining and Metallurgy (F.Ausimm). Mr Maclean has sufficient experience that is relevant to the style of mineralisation and type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr McLean consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

The information in this report that relates to Mining and Reserves is based on information compiled by MEC Mining and reviewed by Maria Joyce, a Competent Person who is a Chartered Engineer of the Australasian Institute of Mining and Metallurgy. The information in this report to which this statement is attached that relates to the "Metro Mining – Bauxite Hills" Reserve Estimate based on information compiled by Maria Joyce, a consultant to Metro Mining and a Competent Person who is a Chartered Engineer of the Australasian Institute of Mining and Metallurgy. Maria Joyce is the head of the Technical Services division and full-time employee of MEC Mining Pty Ltd. Maria Joyce has sufficient experience that is relevant to the style of mineralization, type of deposit under consideration and to the activity being undertaken to qualify as a Competent Person as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Maria Joyce consents to the inclusion in the report of the matters based on her information in the form and context in which it appears.

