



MONTEZUMA

MINING COMPANY LTD

ASX Release

Montezuma Mining Company Ltd (ASX: MZM) ("Company") is pleased to announce the Company has received notification that Grosvenor Gold Pty Ltd ("Grosvenor"), Resource and Investment NL's ("RNI") wholly owned subsidiary will exercise its option, subject to confirmation from its bankers, to acquire 100% of Peak Hills Metals Pty Ltd, which owns the Peak Hill gold project. Settlement is currently scheduled for Friday 31 January 2014.

The key terms of the agreement are:

- ◆ **On exercising the option Grosvenor will pay Montezuma Mining \$2.8 million in cash, and issue 8,400,000 fully paid ordinary shares in RNI, and 2.1 million 35 cent options in RNI.**
- ◆ **Grosvenor will also grant Montezuma Mining a 1% Gross Royalty, capped at \$1 million, on all revenue received from production from the Peak Hill Project.**

The combined cash injection and share component will provide an upfront return for Montezuma Mining, plus allow the Company to maintain exposure to future upside as RNI realises its ambitions to recommence gold production in the region.

The Company is pleased with the outcome and recognises the divestment of the Peak Hill gold project is consistent with Montezuma Mining's growth strategy to build a diversified resource asset base. The Company is actively reviewing opportunities with the potential to deliver low risk opportunities, including assets that will provide near term production.

-ENDS-

ABOUT MONTEZUMA MINING AND RNI

Listed in 2006, Montezuma Mining Company Ltd (ASX: MZM) is a diversified explorer primarily focused on manganese, copper and gold.

In late September 2012, MZM entered into an option agreement with Grosvenor whereby Grosvenor may acquire 100% of Peak Hills Metals Pty Ltd. The option was subsequently extended several times as metallurgical test work was carried out.

FOR MORE INFORMATION...

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Company information, ASX announcements, investor presentations, corporate videos and other investor material on the Company's projects can be viewed at www.montezumamining.com.au