

GOLDSEA TAKEOVER OFFER - IMPROVEMENT TO CONSIDERATION

Alto Metals Limited (**Alto** or **Company**) refers to the second supplementary bidder's statement issued by Goldsea Australia Mining Pty Ltd (**Goldsea**) today (**2nd Supplementary Bidder's Statement**) in relation to its off-market takeover offers for the shares and options of Alto (together, **Goldsea Takeover Offers**).

As disclosed in the 2nd Supplementary Bidder's Statement, Goldsea will increase the offer consideration payable under its offer for the Alto shares from the original offer price of \$0.065 cash per share, to \$0.075 cash per share. There has been no change to the offer consideration payable under Goldsea's offer for the Alto options.

Alto cautions that the Goldsea takeover offers remain conditional on, amongst other things, Goldsea receiving FIRB approval. As disclosed at section 5 of the 2nd Supplementary Bidder's Statement, Goldsea has agreed with FIRB to a further voluntary extension until 30 June 2020 for FIRB to continue its process. Alto cautions that it has no control over the process with FIRB and there can be no certainty of a decision being reached within this timeframe, or what that decision may be.

The closing date for the Goldsea Takeover Offers is now **7.00pm (Sydney time) on 8 July 2020** (unless further extended or withdrawn).

The Alto Board of Directors continue to unanimously recommend the Goldsea takeover offers, in the absence of a superior proposal. Each Director continues to intend to accept, or to procure the acceptance of, the Goldsea Takeover Offers, in respect of all of the shares and options controlled or held by or on behalf of that Director or his associates, in the absence of a superior proposal. Such acceptance will occur no later than five business days before the end of the offer period (as may be extended) in the absence of a superior proposal.

The reasons for the Alto Board's recommendation of the Goldsea Takeover Offers remains unchanged from those disclosed in the supplementary target's statement issued by Alto on 1 May 2020.

The Alto Board also refers to the proposal received from Habrok (Alto) Pty Limited to make an off-market takeover bid for Alto's shares, as announced on 22 May 2020 (**Habrok Proposal**). An offer has yet to be made pursuant to the Habrok Proposal. The Alto Directors continue to advise that shareholders should take no action in respect of the Habrok Proposal until they receive further advice from the Alto Board.

The Board will keep shareholders informed of further developments as they occur.

This announcement has been authorised by the Board of Alto.

Please direct enquiries or requests for further information to:

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