AltoMetals Limited ACN 159 819 173

ASX/Media Release 11 April 2018

EXPLORATION UPDATE, SANDSTONE PROJECT WESTERN AUSTRALIA

- **Initial test of Maninga South IP target completed with one 348m deep RC hole**
- **14 follow-up RC holes completed at Vanguard for total 1,173 metres**
- **7 follow-up RC holes completed at Maninga Marley for total 616 metres. Assay results for all holes are awaited**
- **20,000m aircore drilling program planned to cover various advanced targets, with Stage 1 (5,000m) planned for greater Vanguard area**
- **Major (3,000 sample) soil program commenced over 17 identified gold targets**
- **Program of Work submitted to Mines Dept for exploration at historic Hacks and Oroya mine sites. Work to include aircore and RC drilling, and auger sampling of historic mill sand deposits**

Alto Metals Limited (ASX: AME) ("Alto", "the Company") wishes to advise that the first reverse circulation (RC) drill hole to test an extensive (1,200m x 300m) Induced Polarization (IP) chargeability anomaly south of the historic Maninga Marley gold workings was completed over the Easter weekend. 4m composite samples from the hole were submitted to the laboratory after Easter and results are awaited.

A further 21 RC holes were drilled at Vanguard and Maninga Marley to test interpreted along strike and down plunge positions of known gold mineralization. This program was completed on the 8th April and final samples will be delivered to the laboratory by end of this week.

A substantial aircore (AC) drilling program has been planned to follow up known oxide gold occurrences, existing geochemical soil anomalies and interpreted litho-structural targets. The first stage of this program will concentrate on defining the extent of the Vanguard - Vanguard North high-grade gold system, which currently extends over 1,200m of strike, and is open to the northwest and southeast.

Following compilation by Alto of a patchwork of soil sampling programs from various previous explorers, Alto has commissioned a modern soil sampling program (3,000 samples) over 17 target areas to *"fill in the gaps"*. This program commenced on 5th April 2018, and to date, 435 samples have been collected and submitted for analysis. No results have yet been received.

FIRST RC DRILL TEST OF MANINGA SOUTH IP TARGET

In 2011, Western Areas NL conducted two ground IP surveys (100m dipole-dipole array, lines 400m apart) centred over magnetic units interpreted to be komatiites, south and southwest of Maninga Marley.

A 1.2km long IP chargeability anomaly was located, and later in 2011, Western Areas completed 59 air-core holes with an average depth of 39m. Several deeper holes reached 107m depth and nickel values (average 1,500-2,000 ppm) correlated well with the logged ultramafic lithologies. No RC or diamond core drilling was conducted by Western Areas.

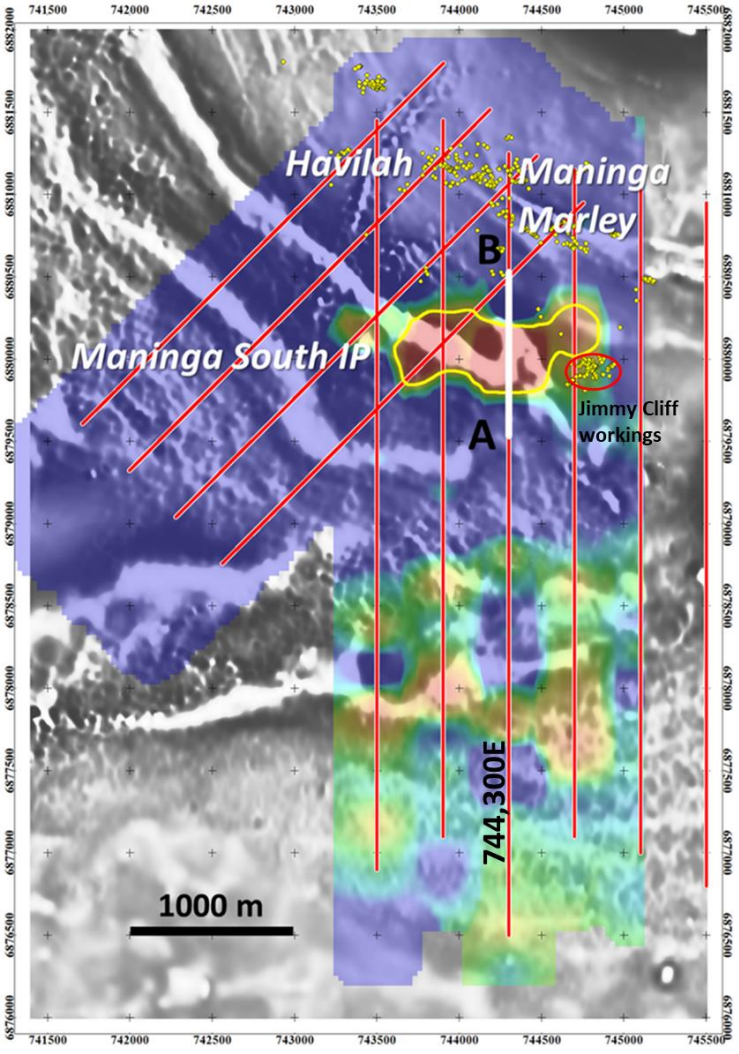
Between 2000 and 2005, Troy drilled 43 shallow RAB holes (av. depth 18m) around the old workings. Troy reported a maximum gold result of 80 ppb Au from 5-10m depth in slightly weathered *"komatiitc basalt with weak sulphides***"** noted in the drill logs**.**

Details of this previous work are reported in Alto's 22nd March 2018 ASX release with a JORC Table 1.

Alto has now completed the first 348m deep RC hole into this extensive target on line 744,300E. The collar location and details are shown below. Assay results are awaited.

Hole SRC089	744,300E	6879,900N	463.6m RL	-60^0 inclination on azimuth of 360^0

Figure 1. Location of Maninga South IP Anomaly over Grey Scale 1st VD Magnetic Image with IP lines in Red. Gold dots represent historic gold workings.



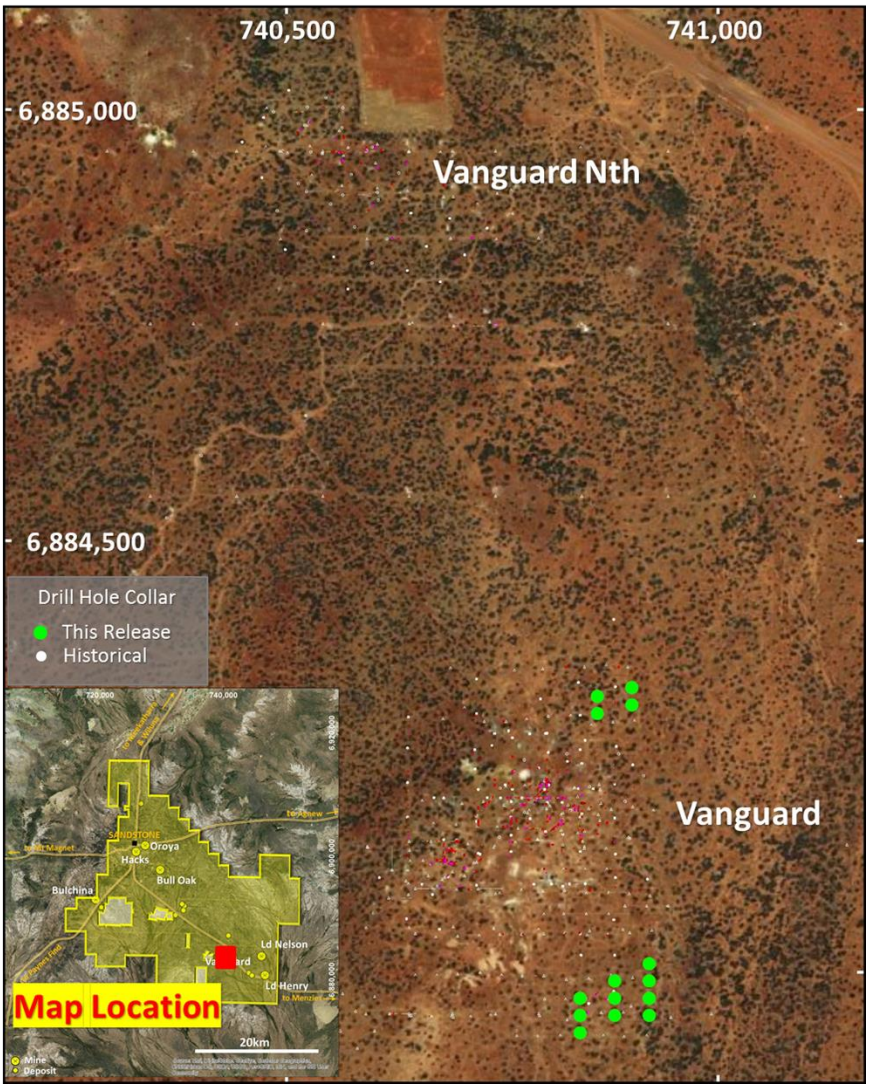
RC DRILLING AT VANGUARD

Between 1st – 4th April, 14 RC holes for 1,173metres were drilled on the NE and SE extremities of the Vanguard deposit to follow up shallow high-grade RC drill intersections (**Eg. SRC046: 8m @ 7.6g/t Au from 43m, and SRC019: 8m @ 3.6g/t Au from 39m and 7m @ 5.9g/t Au from 52m**) obtained from previous Alto RC drilling campaigns. Refer Alto's December Quarterly Report dated 31 January 2018.

4m composite samples have been delivered to the laboratory and results are awaited

The locations of the latest Vanguard RC holes are shown in Figure 1 below, with drill hole collar information located in Table 1 of this report. Note the 750m gap between Vanguard and Vanguard North, which is planned for aircore drill testing in in late April and May 2018.

Figure 2. Location of latest RC Drill Holes at Vanguard

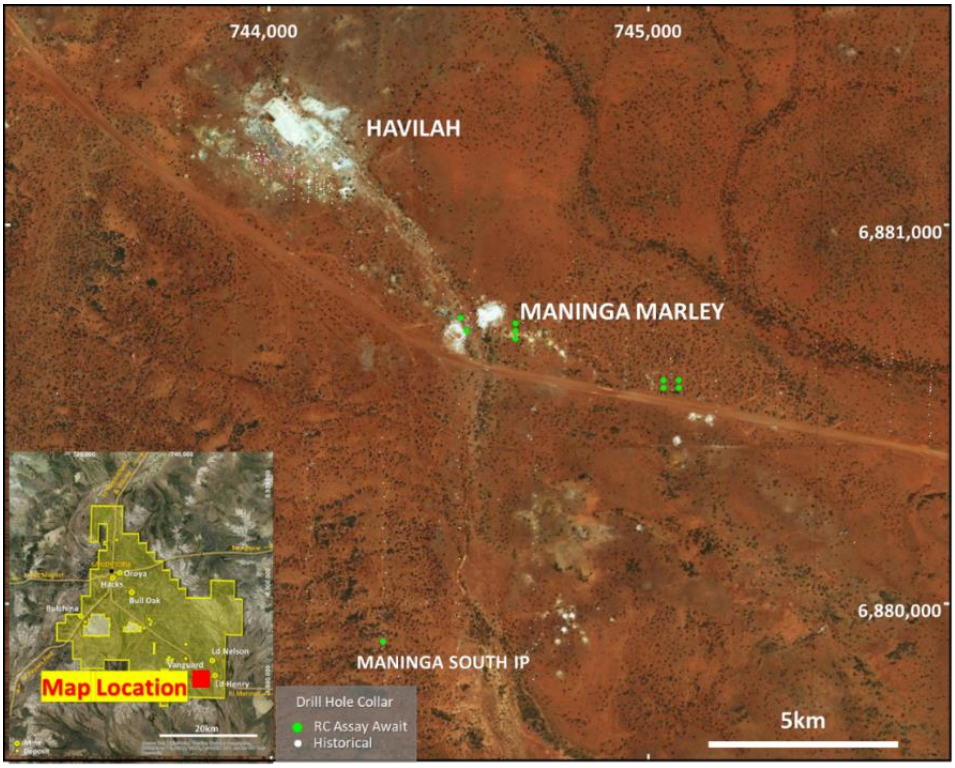


RC DRILLING AT MANINGA MARLEY

Between the 5th and 9th April, 7 RC holes were drilled at Maninga Marley to test interpreted down plunge positions of known gold mineralization. This program was completed on the 8th April and samples will be delivered to the laboratory by end of this week.

The locations of the latest Maninga Marley RC holes and the Maninga South IP hole (SRC089) are shown in Figure 1 overleaf, with drill hole collar information located in Table 1 of this report.

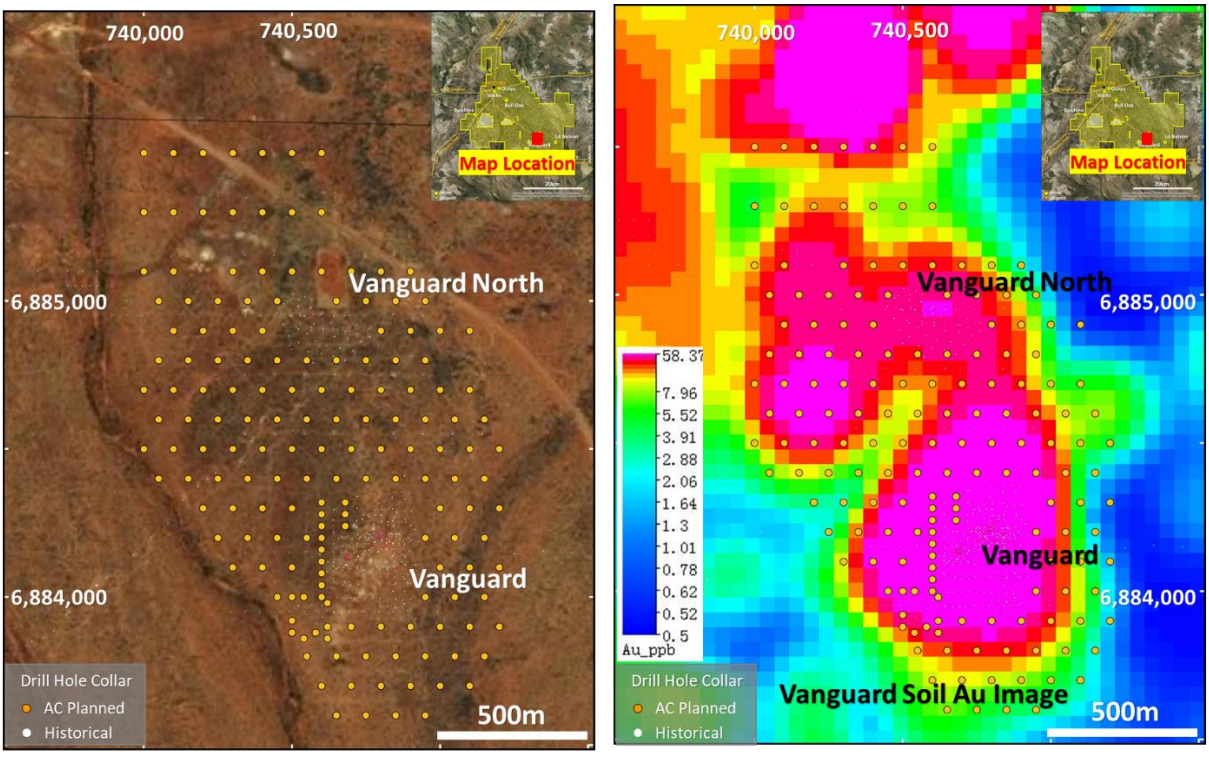
Figure 3. Image showing location of latest RC Drill Holes at Maninga Marley



PLANNED AIRCORE DRILLING AT VANGUARD

Stage 1 of Alto's 2018 20,000m AC drilling program will consist of 5,000m of AC to define the extent of the Vanguard-Vanguard North gold system, which may extend over 1,200m of strike, and is open to the NW and SE. Proposed AC holes at Vanguard are shown in Figure 4 below over Google image and Alto's greater Vanguard gold soil anomaly, reported to the ASX on 19th February 2018.

Figure 4. Images showing location of planned AC Drill Holes at Vanguard-Vanguard North



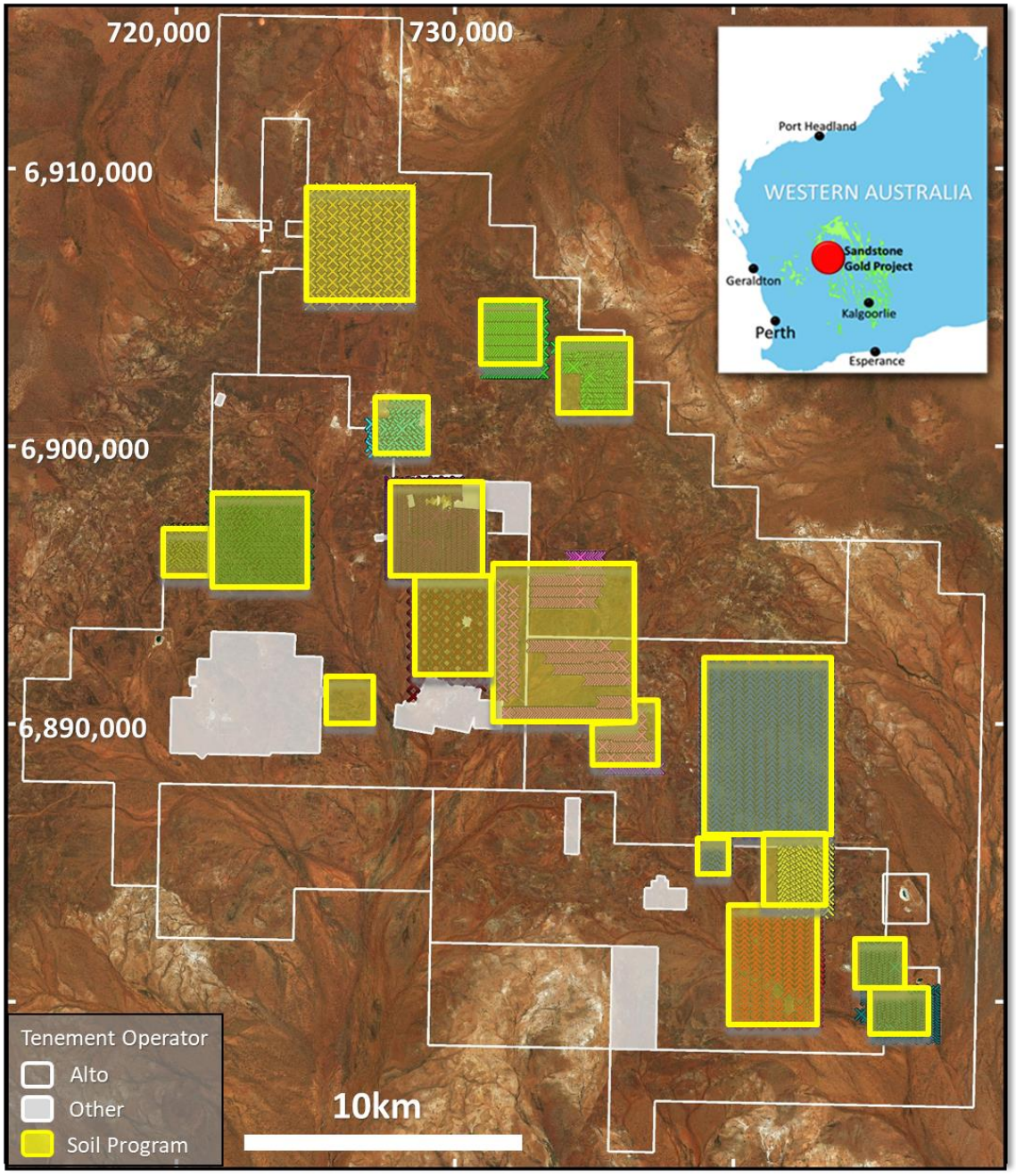
EXTENSIVE SOIL SAMPLING PROGRAM COMMENCED

The results of Alto's two previous soil sampling programs, located over Vanguard and Maninga Marley indicated that gold in (residual) soils was more widespread than previously thought, and that further soil sampling at Sandstone could assist in the identification and ranking of gold targets for drill testing. Refer Alto's ASX release dated 19th February 2018 for details of these soil sampling programs.

Following compilation by Alto of a patchwork of soil sampling programs from various previous explorers, Alto has commissioned a modern soil sampling program (3,000 samples) over 17 target areas to *"fill in the gaps".*

This program commenced on 5th April 2018, and to date, 435 samples have been collected and submitted for analysis. No results have yet been received.

Figure 5. Location of Areas Planned for Soil Sampling



HISTORIC HACKS MINE AND MILL SANDS

The Hacks gold mines (also known as the Black Range Gold Mine) are located ~500m south of the town of Sandstone, along the Menzies Road. They were discovered in 1897 and yielded very high grades in the vicinity of 45 - 60 g/t Au.

A 20-head stamp battery in place by 1905, and in that year 4,170 tons of ore were crushed for 6,806 oz of gold. In 1906, the mine produced 35,285 oz of Au. The gold was won as gravity gold over Tables. The mine closed in 1914 due to diminishing grades at the 1,100ft level (335 metres depth), water ingress and lack of labour due to the start of the Great War.

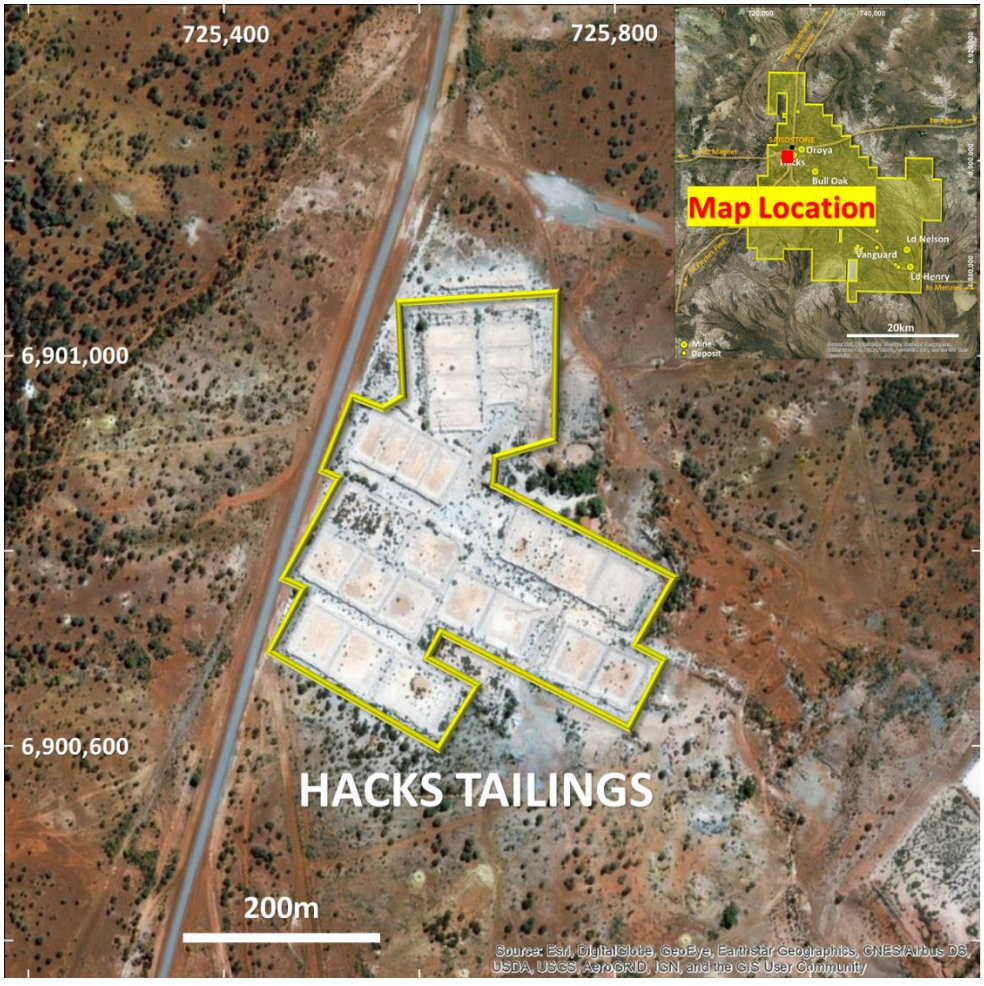
At the Black Range West Mine specimen stone collected at the 500ft level (152 metres depth) yielded 93 oz Au from 100 lbs (45kg), at a grade of 2 oz per kg (~2,000 oz/tonne). A 2nd crushing yielded 217.5 oz from 332lbs (115kg), at a grade of 1.9 oz/kg (~1,900 oz/tonne). In 1914, the Reef was reported to be 8ft 6 inches wide (2.6metres).

Alto is currently digitizing the historic underground workings and capturing WMC and Troy Resources drill hole data, in order to assist in RC drill targeting.

In addition, a substantial deposit of ***historic battery sands*** lies at Hacks, with black plastic providing evidence that the sands were leached at some stage between the 1970's and 1990's. A 50m x 50m auger sampling program has been planned to determine the remnant gold grade of these tailings.

Other similar sand deposits exist at Oroya, Havilah and Maninga Marley, and these are also planned for auger sampling**.**

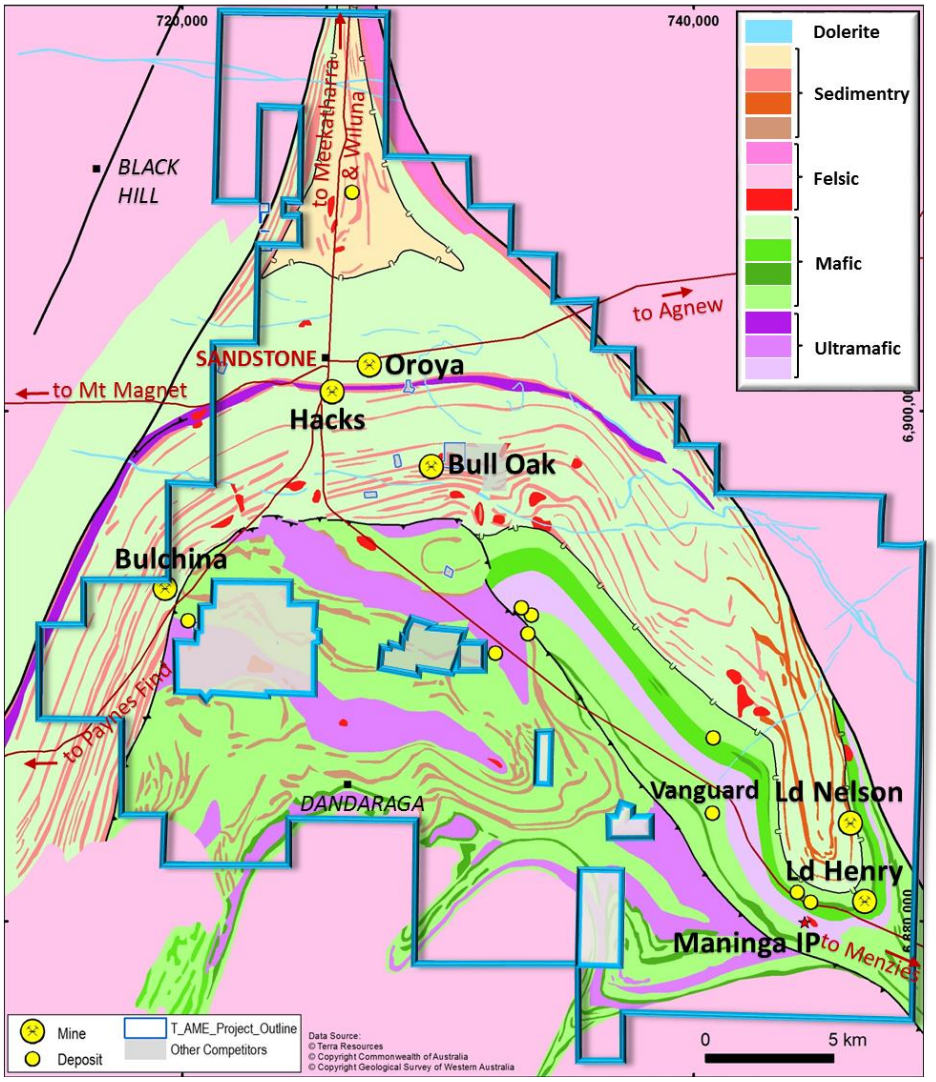
Figure 6. Image of Hacks Mill Sand Deposit



STRATEGY & 2018 ACTION PLAN

Alto's goal is to find 1 to 5 million ounces of gold at Sandstone and re-establish mining operations. Towards this goal, the Company has planned a succession of systematic and focused soil sampling, aircore and RC drilling campaigns, to discover large deposits of oxide and primary gold mineralization at Vanguard and other prospects in 2018.

Figure 6. Interpreted Geology of Sandstone Greenstone Belt with Major Alto Targets



Further information:
Dermot Ryan
Managing Director
+61 8 9381 2808 admin@altometals.com.au www.altometals.com.au

Competent Person Statement

The information in this Report that relates to Exploration Targets and Exploration Results is based on information compiled by Mr Dermot Ryan, who is an employee of Xserv Pty Ltd and a Director and security holder of the Company. Mr Ryan is a Fellow of the Australasian Institute of Mining and Metallurgy and a Fellow of the Australian Institute of Geoscientists and has sufficient experience of relevance to the styles of mineralization and the types of deposits under consideration, and to the activities undertaken, to qualify as a Competent Person as defined in the 2012 Edition of the Joint Ore Reserves Committee (JORC) Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Ryan consents to the inclusion in this report of the matters based on information in the form and context in which it appears.

Table 1. RC Drill Holes Completed March - April 2018

Hole ID	EAST GDA94	NORTH GDA94	RL (m)	Depth (metres)	Dip (degrees)	Prospect
SRC089	744300	6879900	463.6	348	-60	Maninga South_IP
SRC090	740840	6883930	483.8	60	-90	Vanguard
SRC091	740840	6883950	484.1	60	-90	Vanguard
SRC092	740840	6883970	484.4	60	-90	Vanguard
SRC093	740880	6883950	484.4	80	-90	Vanguard
SRC094*	740880	6883970	484.7	33	-90	Vanguard
SRC095	740920	6883950	484.7	100	-90	Vanguard
SRC096	740920	6883970	485.0	100	-90	Vanguard
SRC097	740920	6883990	485.3	100	-90	Vanguard
SRC098	740920	6884010	485.5	100	-90	Vanguard
SRC099	740880	6883990	485.0	80	-90	Vanguard
SRC100	740880	6883970	484.7	80	-90	Vanguard
SRC101	740900	6884310	489.5	80	-90	Vanguard
SRC102	740900	6884330	489.8	80	-90	Vanguard
SRC103	740860	6884300	489.1	80	-90	Vanguard
SRC104	740860	6884320	489.4	80	-90	Vanguard
SRC105	745040	6880570	470.7	80	-90	Maninga Marley
SRC106	745040	6880590	470.7	80	-90	Maninga Marley
SRC107	745080	6880570	470.5	60	-90	Maninga Marley
SRC108	745080	6880590	470.6	60	-90	Maninga Marley
SRC109	744520	6880720	472.0	60	-90	Maninga Marley
SRC110*	744505	6880755	472.0	38	-90	Maninga Marley
SRC111	744650	6880700	471.3	60	-90	Maninga Marley
SRC112	744650	6880720	471.5	80	-90	Maninga Marley
SRC113	744650	6880740	471.5	98	-90	Maninga Marley
TOTAL				**2,137**		

Note 1. All holes have Azimuth of 360 degrees, Zone 50.

*Note 2. *Holes SRC094 & SRC110 were abandoned prior to reaching target depth due to difficult ground conditions. Hole SRC100 replaced SRC094.*