



ALTO RESPONSE TO MEDIA SPECULATION

Alto Metals Limited (**Alto** or **Company**) refers to the media speculation regarding the receipt by Alto of a counter proposal from Adaman Resources Pty Ltd (**Adaman**), a privately owned Australian mining business with interests in WA's Mid West and Goldfields regions, to the current off-market takeover offer from Goldsea Australia Mining Pty Ltd (**Goldsea**).

Alto has been informed by representatives from Adaman that Adaman has acquired a relevant interest of 10.3% of Alto's shares on market in recent days.

In response to these reports, Alto wishes to confirm that it has held conversations with several parties who had indicated an interest in the Sandstone Gold Project, including Adaman.

Alto also confirms that is not currently in receipt of any counter proposal to the Goldsea offer capable of presenting to shareholders and will keep its shareholders fully informed of further developments.

Goldsea Takeover Offer

Alto refers to the conditional cash takeover offer for the Company first announced by Goldsea, an Australian wholly-owned subsidiary of Shandong Goldsea Group Co. Ltd on 21 February 2020.

Goldsea's lodged its Bidder's Statement on 24 March 2020 in relation to Goldsea's offer of 6.5 cents cash per Alto share (**Share Offer**) and separate cash offer for all Alto options (**Option Offer**, together the **Offers**).

The Alto Board is currently in the process finalising its Target's Statement and reiterates that shareholders and optionholders should **TAKE NO ACTION in respect of the Offers** or any document received from Goldsea at this stage.

Alto will keep its shareholders and optionholders fully informed of further developments.

On-Market Purchases

As detailed in Goldsea Bidder's Statement, Goldsea advises that it may seek to acquire Alto shares on-market at or below \$0.065 per Alto share during the Bid Period (as defined in the ASIC Market Integrity Rules).

The Directors note the Adaman's 10.3% interest was acquired on market at a price below 6.5 cents per share

Shareholders should note that if they do sell on-market, you will be unable to benefit from any future increased offers that Goldsea or a third party (including Adaman) may make.

Shareholders will have ample time after the release of the Target's Statement to determine their preferred course of action. The closing date for the Goldsea Offers is 7.00pm (AEST) on 8 May 2020 (unless extended).

In the meantime, the Board is committed to continuing to act in the best interests of all Alto shareholders and will explore all options as it prepares its response to the Offers and its recommendation to shareholders.

The Company shall continue to provide further information to shareholders in accordance with its continuous disclosure obligations.



For more information about Alto and its Projects, please visit the ASX platform (ASX: AME) or the Company's website, www.altometals.com.au.

This announcement has been authorised by the Board of Alto.

Please direct enquiries or requests for further information to:

Richard Monti

Non-Executive Chairman

Alto Metals Limited

+61 8 9381 2808

Darren Martin

Managing Director

Longreach Capital

+61 412 144 719

Matthew Bowles

Non-Executive Director

Alto Metals Limited

+61 8 9381 2808