

ASX Symbol: **NMM**

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**BOARD OF DIRECTORS
AND MANAGEMENT**

Mr William Hayden
Non-Executive Chairman

Mr Miguel Palomino
Managing Director

Mr Andrew Johnstone
Non-Executive Director

Mr Jay Stephenson
Company Secretary

ISSUED CAPITAL

Shares on Issue: 133,222,750
Unlisted Options: 10,250,000

HIGHLIGHTS

- **A total of 198.5kg of Gold was smelted during June at Noble Metals wholly owned GPS Metals Lab Cali smelter, refinery & precious metals manufacturing facility.**
- **Since commissioning, Noble Metals has smelted 493.8kg of Gold up to 30 June 2016.**
- **Manufacturing of special order precious metal products commenced during the quarter with the first orders filled during May. Order volumes have increased further during June.**
- **Refining of precious metals also began during the Quarter. The refining capability is the final element of the GPS Metals Lab Cali Facility, with a much higher margin than smelting.**

Summary

Noble Metals Limited ("NMM", "the Company" or "Noble Metals") is pleased to announce that it smelted 198.5 kg of gold during June 2016, a 42% increase on the May figure of 139.5kg. To the end of June 2016 Noble Metals has smelted a total of 493.8 kg of gold, since commissioning the GPS Metals Lab Cali facility in March 2016. Figure 1 shows the month to month increase in smelting versus the monthly cash sent to Colombia from Australia to fund operations over the same period. In June 2016 revenue from smelting exceeded in country operating costs marking a significant milestone for the company.

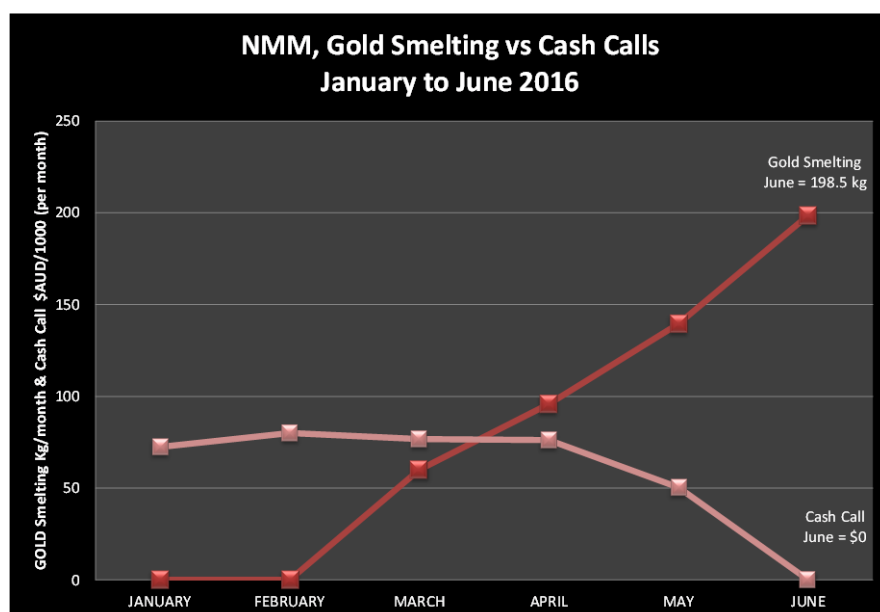


Figure 1, Gold Smelted vs Cash sent to Colombia from Australia, January to June 2016

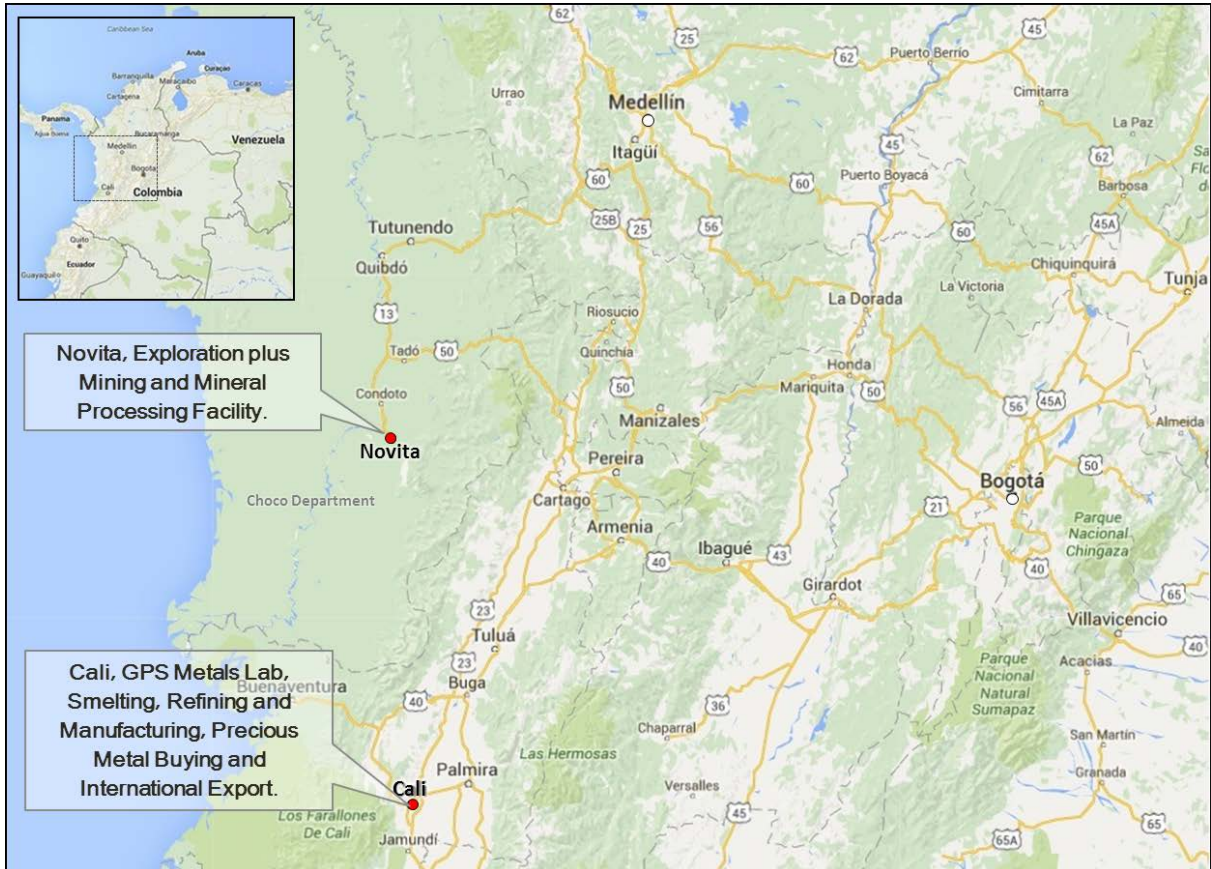


Figure 2, Location of Cali GPS Metals Lab and Novita operation in western Colombia, South America

GPS Metals Lab Cali Refinery, Smelter and Manufacturing Facility

The GPS Metals Lab precious metals, smelter, refinery and manufacturing facility (“GPS Metals Lab Cali facility”) is located in the city of Cali in South Western Colombia. In June revenue from the facility was for the first time able to meet funding requirements for both the Cali facility and Novita operations.

In June 2016 The GPS Metals Lab Cali Facility smelted 198.5 kg of gold, a 42% increase on the May figure of 139.5kg. To the end of June 2016 Noble Metals has smelted 493.8 kg of gold. The GPS Metals Lab Cali facility has the capacity to smelter over 1 tonne of gold per month and it is Noble Metals goal to continue to grow its smelting activities towards this capacity.

In April and May manufacturing of precious metal finished goods commenced at the GPS Metals Lab Cali facility, which has involved the production and sale of pure gold pellets (figure 4) and its first platinum crucible (figure 5). These are the first of what Noble Metals anticipates will be many custom ordered, high quality, precious metal finished goods that the facility is capable of producing at internationally competitive rates. Order numbers steadily increased during June and Noble Metals expects revenues from

manufacturing activities will become a more substantial component of the overall facility revenue during the next quarter.

The GPS Metals Lab Cali facility has also commenced refining precious metals for the production of its finished goods. Specific refining activities are also expected to grow during the rest of 2016. Precious metal refining has a greater margin than smelting activities.



Figure 3: Gold Smelting at Cali Facility

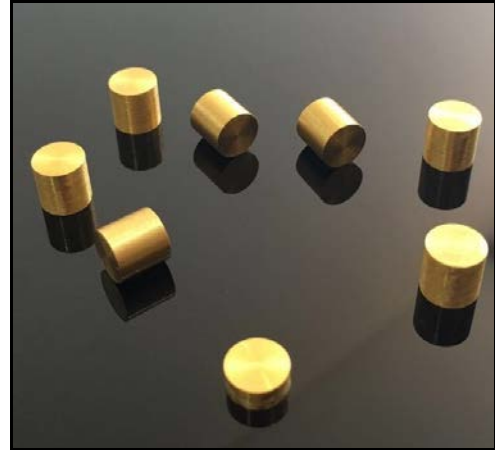


Figure 4: Manufactured Gold Pellets



Figure 5: Manufactured Platinum Crucible



Figure 6: Gold Refining Equipment, Cali Facility

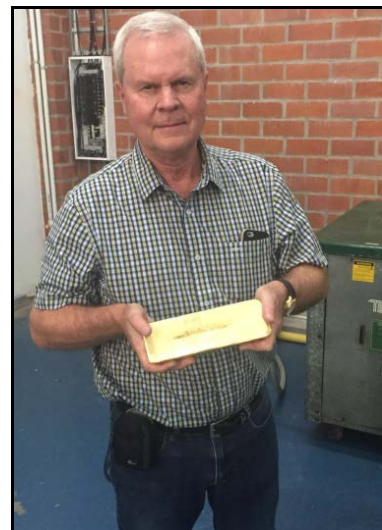


Figure 7: Chairman, Bill Hayden holding first gold bar produced from Cali facility

Novita Exploration, Mining and Processing Operations (NOVITA)

During the June quarter Noble Metals has continued to assess and test material from a variety of locations both on and off the Novita community lands. In the March quarterly Noble metals reported it was beginning assessment of a privately owned area north of Novita using its mobile concentrator plant. Unfortunately, Noble Metals found the area had very thick clay overlying the gravel zones that could potentially host alluvial gold and other precious metals. These clay layers are an impediment to simple mining activities and Noble Metals has elected not to pursue the opportunity.

During June Noble Metals continued testing material from other locations within the Novita Community Lands and initial results show there is indeed alluvial gold present, however, more work will need to take place over the coming months to better assess these opportunities.

Post the end of the June quarter, Noble Metals has engaged with the Novita community to revisit the El Tambito prospect east of Novita that is currently only accessible by boat or air. This area hosts a hard rock gold source that Noble began exploring and reporting on in late 2013.



Figures 8 and 9: Testing local alluvial material from Novita Community Lands with mobile plant, July 2016

Administration/Colombia/Corporate

Peace talks in Cuba between the FARC and Colombian Government continue to deliver positive news with all five points of the agreement now resolved. Final signing is expected following a suggested plebiscite in late 2016.

Noble Metals board was reduced by one member during the quarter with the resignation of Nick Raffan. The board would like to thank Nick for his contribution and wish him well for the future.. The Noble Metals board will now remain as three directors.

Further streamlining and integration of the GPS Metals business into Noble Metals during the quarter has delivered more efficient management in Colombia and cost savings.

Post June Quarter

Noble Metals completed a placement of 7,500,000 Shares at \$0.10 per Share to raise \$750,000 before costs. Additionally, 2,500,000 Options exercisable at 15 cents on or before 31 July 2019 were granted under the terms of the placement.

The Placement of Shares was approved by Shareholders on 22 April 2016. The Options will come out of the Company's 15% capacity. The funds will be used for working capital and Colombian operations.

Competent Persons Statement

The information in this document that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Andrew Johnstone, who is a Member of the Australian Institute of Geoscientists. Mr Andrew Johnstone has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking 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 Andrew Johnstone who is a Director of the Company, consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

This release may contain forward-looking statements. Certain material factors or assumptions were applied in drawing a conclusion or making a forecast or projection as reflected in the forward-looking information. Actual values, results or events could differ materially from any conclusion, forecast or projection expressed or implied in the forward-looking

Appendix 5B

Mining exploration entity quarterly report

Name of entity

NOBLE METALS LIMITED (NMM)

ABN

42 131 213 824

Quarter ended ("current quarter")

30 June 2016

Consolidated statement of cash flows

	Current quarter \$A'000	Year to date (12 Months) \$A'000
Cash flows related to operating activities		
1.1 Receipts from product sales and related debtors	-	-
1.2 Payments for:		
(a) exploration & evaluation	(161)	(604)
(b) development	-	-
(c) production	-	-
(d) administration	(106)	(400)
1.3 Dividends received	-	
1.4 Interest and other items of a similar nature received	1	4
1.5 Interest and other costs of finance paid	-	
1.6 Income taxes paid	-	
1.7 Other	-	-
Net Operating Cash Flows	(266)	(1,000)
Cash flows related to investing activities		
1.8 Payment for purchases of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.9 Proceeds from sale of:		
(a) prospects	-	-
(b) equity investments	-	-
(c) other fixed assets	-	-
1.10 Loans to other entities	-	-
1.11 Loans repaid by other entities	-	-
1.12 Other (reimbursement of deposit paid)	-	-
Net Investing Cash Flows	-	-
1.13 Total operating and investing cash flows (carried forward)	(266)	(1,000)

Appendix 5B
Mining exploration entity quarterly report

1.13	Total operating and investing cash flows (brought forward)	(266)	(1,000)
	Cash flows related to financing activities		
1.14	Proceeds from issues of shares, options, etc. net of costs	-	340
1.15	Proceeds from sale of forfeited shares	-	-
1.16	Proceeds from borrowings	-	400
1.17	Repayment of borrowings	-	-
1.18	Dividends paid	-	-
1.19	Other (provide details if material)	-	-
	Net financing cash flows	-	740
	Net increase (decrease) in cash held	(266)	(260)
1.20	Cash at beginning of quarter/year to date	477	471
1.21	Exchange rate adjustments to item 1.20	-	-
1.22	Cash at end of quarter	211	211

Payments to directors of the entity and associates of the directors
Payments to related entities of the entity and associates of the related entities

		Current quarter \$A'000
1.23	Aggregate amount of payments to the parties included in item 1.2	60
1.24	Aggregate amount of loans to the parties included in item 1.10	-

1.25 Explanation necessary for an understanding of the transactions

Directors Fees, Superannuation and reimbursement of costs incurred on behalf of the Company.

Non-cash financing and investing activities

2.1 Details of financing and investing transactions which have had a material effect on consolidated assets and liabilities but did not involve cash flows

NIL

2.2 Details of outlays made by other entities to establish or increase their share in projects in which the reporting entity has an interest

NIL

Financing facilities available

Add notes as necessary for an understanding of the position.

	Amount available \$A'000	Amount used \$A'000
3.1 Loan facilities	-	-
3.2 Credit standby arrangements	-	-

Estimated cash outflows for next quarter

	\$A'000
4.1 Exploration and evaluation	100
4.2 Development	-
4.3 Production	-
4.4 Administration	50
Total	150

Reconciliation of cash

Reconciliation of cash at the end of the quarter (as shown in the consolidated statement of cash flows) to the related items in the accounts is as follows.

	Current quarter \$A'000	Previous quarter \$A'000
5.1 Cash on hand and at bank	211	477
5.2 Deposits at call	-	-
5.3 Bank overdraft	-	-
5.4 Other (provide details)	-	-
Total: cash at end of quarter (item 1.22)	211	477

Interests in Mining Tenements

Disclosure in accordance with ASX Listing Rule 5.3.3

6.1	Project/ Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter
	JAL 16261	Colombia	100%	-	-
	JAL 16301	Colombia	100%	-	-
	JAL 14162	Colombia	100%	-	-

6.2	Farm-in Agreements / Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

6.3	Farm-out Agreements / Tenements	Location	Held at end of quarter	Acquired during the quarter	Disposed during the quarter

Issued and quoted securities at end of current quarter

Description includes rate of interest and any redemption or conversion rights together with prices and dates.

	Total number	Number quoted	Issue price per security (see note 3) (cents)	Amount paid up per security (see note 3) (cents)
7.1 Preference *securities <i>(description)</i>	-	-		
7.2 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs, redemptions	-	-		
7.3 *Ordinary securities	125,722,750	125,722,750		
7.4 Changes during quarter (a) Increases through issues (b) Decreases through returns of capital, buy-backs	45,000,000	45,000,000		
7.5 *Convertible debt securities <i>(description)</i>				
7.6 Changes during quarter (a) Increases through issues (b) Decreases through securities matured, converted				
7.7 Options <i>(description and conversion factor)</i>	910,000		<u>Exercise price \$</u> \$0.80	<u>Expiry date</u> 18.04.2016
	350,000		\$0.10	01.12.2016
	1,750,000		\$0.02	01.11.2017
	2,650,000		\$0.0293	31.10.2018
	1,500,000		\$0.04	31.10.2018
	1,500,000		\$0.06	31.10.2018
7.8 Issued during quarter				
7.9 Exercised during quarter				
7.10 Expired during quarter				
7.11 Debentures <i>(totals only)</i>				
7.12 Unsecured notes <i>(totals only)</i>				

Compliance statement

- 1 This statement has been prepared under accounting policies which comply with accounting standards as defined in the Corporations Act or other standards acceptable to ASX (see note 5).
- 2 This statement does give a true and fair view of the matters disclosed.



Sign here: Date: 29 July 2016
(Company secretary)

Print name: Jay Stephenson

Notes

- 1 The quarterly report provides a basis for informing the market how the entity's activities have been financed for the past quarter and the effect on its cash position. An entity wanting to disclose additional information is encouraged to do so, in a note or notes attached to this report.
- 2 The "Nature of interest" (items 6.1 and 6.2) includes options in respect of interests in mining tenements acquired, exercised or lapsed during the reporting period. If the entity is involved in a joint venture agreement and there are conditions precedent which will change its percentage interest in a mining tenement, it should disclose the change of percentage interest and conditions precedent in the list required for items 6.1 and 6.2.
- 3 Issued and quoted securities The issue price and amount paid up is not required in items 7.1 and 7.3 for fully paid securities.
- 4 The definitions in, and provisions of, AASB 6: Exploration for and Evaluation of Mineral Resources and AASB 107: Statement of Cash Flows apply to this report.
- 5 Accounting Standards ASX will accept, for example, the use of International Financial Reporting Standards for foreign entities. If the standards used do not address a topic, the Australian standard on that topic (if any) must be complied with.

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