

Early Debt Repayment

KEY POINTS

- Strong cash flow supports a further early debt repayment amount of \$15M
- Glencore Debt reduced by 15% to \$84.4M
- Cash balance after debt repayment is approximately \$19M

EARLY DEBT REPAYMENT

Aurelia Metals Limited ("AMI" or the "Company") is pleased to announce that on 24 October 2017 it completed an early debt repayment of \$15M to its major lender, Glencore. This is the second early repayment this financial year (\$10M repaid on 3 August 2017) and is based on the existing cash balance and confidence in future cash flow.

Mandatory repayments are not due until 31 March 2018 (Facilities C & E only) and no interest accrues or is payable until this date. However, as currently agreed with Glencore, a discount is applied to this repayment to reflect the interest revenue foregone by the Company.

The early debt repayment has been applied against the outstanding balances of Facilities C & E and the convertible balance of Facilities B & F have been reduced by the repayment amount of \$15M.

The repayment reduces total debt to Glencore by 15% to \$84.4 million (from \$99.5 million). The cash balance post the debt repayment is approximately \$19 million, giving a net debt position of approximately \$65 million.

DEBT SUMMARY (POST \$15M EARLY REPAYMENT ON 24 OCTOBER 2017)

	Debt \$k	Repayment Start Date		Maturity	Convertible		Convertible Amount \$k
Facility B	54,403	31-Mar-19	(2)	30-Sep-21	Yes	(1)	35,326
Facility C	10,447	31-Mar-18		30-Sep-20	No		0
Facility E	1,864	31-Mar-18		30-Apr-19	No		0
Facility F	17,638	31-Mar-19	(2)	30-Sep-21	Yes	(1)	11,453
	84,352						46,779

(1) Convertible into shares five business days prior to 31 March 2018. Conversion price is based on the 60-day volume weighted average price of the Company's ordinary shares prior to the conversion notice. The amount able to be converted will reduce by the total of all early repayment amounts applied to Facilities C&E up to 31 March 2018. The early repayment mechanism is discussed in the ASX release dated 3 August 2017.

(2) Repayment Start Date is reset to 31-Mar-18 and Maturity date is reset to 30-Sep-20, if any portion of debt is converted according to (1) above.

Further Information

Tim Churcher
Chief Financial Officer & Company Secretary +61 2 6363 5200