



21 DECEMBER 2016

ACQUISITION OF DATABASE ENABLES FAST TRACKING OF NICKEL-GOLD-LITHIUM TARGET GENERATION AT LAKE JOHNSTON

Montezuma Mining Company Ltd (“Montezuma” or “Company”) is pleased to announce that it has acquired an extensive exploration database for the Lake Johnston area from Hannans Ltd (“Hannans”) (ASX:HNR).

The database will enable Montezuma to fast track **nickel-gold-lithium** targeting at Lake Johnston, located west of Norseman in Western Australia.

The Lake Johnston database includes a comprehensive compilation of data relating to both historical exploration as well as more recent programmes completed over Montezuma’s Lake Johnston Project which adjoins tenure held by Poseidon Nickel Ltd (ASX:POS).

The database includes geochemical, geophysical and drilling data which will allow Montezuma to accelerate target definition activities at Lake Johnston, where the Company is targeting economic accumulations of nickel, gold and lithium.

In consideration for the sale and purchase of the database, Montezuma has granted Hannans a 15% interest in Montezuma’s Lake Johnston Project and any tenements applied for or acquired within an agreed area of interest at Lake Johnston for the next two years.

Hannans’ 15% interest will be free carried to a decision to mine, at which point Hannans may elect to contribute or revert to a 1% net smelter royalty.

FOR MORE INFORMATION...

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Executive Director

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Company information, ASX announcements, investor presentations, corporate videos and other investor material on the Company’s projects can be viewed at <http://www.montezuma.com.au>.

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ABOUT MONTEZUMA MINING

Listed in 2006, Montezuma Mining Company Ltd (ASX: MZM) is a diversified explorer primarily focused on gold and manganese. The Company’s primary objective is to achieve returns for shareholders through selected strategic acquisitions and targeted exploration.

Montezuma has 100% interests in the Yamarna Gold Project in the Yamarna Greenstone Belt, the Holleton Gold Project in the Wheat Belt region and the Butcherbird Manganese/Copper Project in the Murchison region, all located in Western Australia.

MARKET DATA

ASX code:	MZM
Share price:	\$0.12
Shares on issue:	83,464,350
Market capitalisation:	\$10.0M
Cash (at 30 September):	~\$5.2M
Listed Investments:	~\$4.5M

BOARD AND MANAGEMENT

Chairman	Seamus Cornelius
Executive Director	Justin Brown
Non-Executive Director	John Ribbons
Exploration Manager	Dave O’Neill



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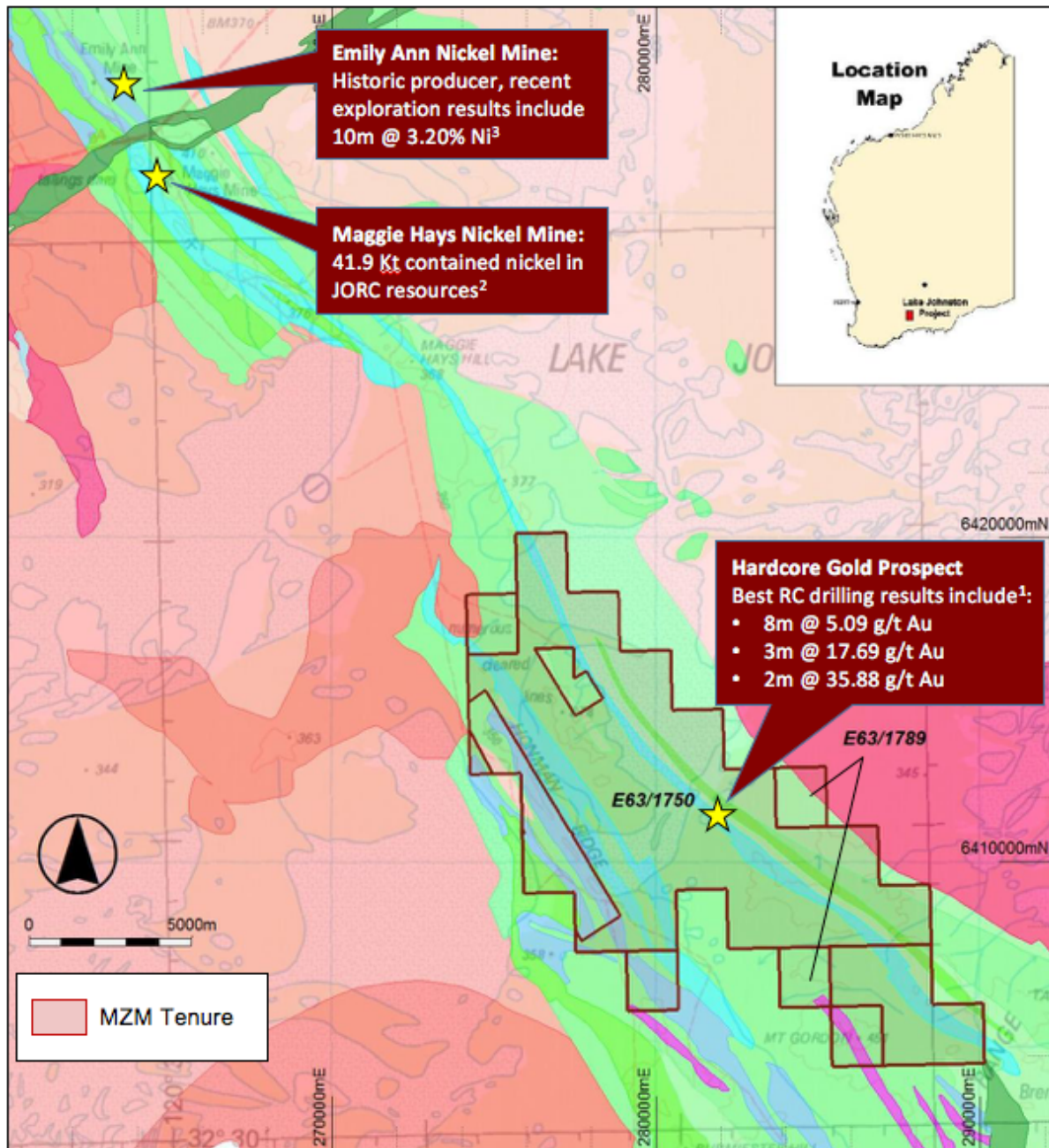


Figure 1: Lake Johnston Project tenement location plan.

The information in this report that relates to Exploration Results, Mineral Resources and Mineral Reserves is based on information compiled by Mr Justin Brown who is a member of the Australasian Institute of Mining and Metallurgy. At the time that the Exploration Results, Mineral Resources and Mineral Reserves were compiled, Mr Brown was an employee of Montezuma Mining Company Ltd. Mr Brown is a geologist and 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 Brown consents to the inclusion of this information in the form and context in which it appears in this report. Please note with regard to exploration targets, the potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

¹ <http://www.hannansreward.com/reports/196-101102-Lake-Johnston-Update.pdf>

² <http://poseidon-nickel.com.au/lake-johnston/lake-johnston-facts-figures/>

³ <http://poseidon-nickel.com.au/wp-content/uploads/2016/01/Significant-High-Grade-Nickel-Intersection-at-Emily-Ann-North-ASX-Final.pdf>