

METALS EXPLORATION PLC

(Registered in England and Wales under Company No. 05098945)

Directors:

Jeremy Ayre
Timothy Dean
Ian Holzberger
Eduard Simovici
Guy Walker
Julian Wilson

Registered Office:

200 Strand
London
WC2R 1DJ

19 September 2016

To the Shareholders and, for information only, to holders of Options

Dear Shareholder,

Notice of General Meeting

As announced by the Company on 8 September 2016, the debt restructuring discussions are ongoing with the HongKong Shanghai Banking Corporation Limited and BNP Paribas. Your Board has decided that it would be prudent to convene a General Meeting to seek shareholder authority to allot shares on a non pre-emptive basis as a contingency measure should it be necessary to raise additional working capital prior to the Company's next Annual General Meeting.

The General Meeting of the Company will take place at the Company's registered office, **200 Strand, London WC2R 1DJ at 11.00 a.m. on 4 October 2016**. Notice of the General Meeting is set out at the end of this letter. This letter provides you with an explanation of the resolutions to be considered at the General Meeting. In particular, the resolutions to be proposed at the General Meeting will be as follows:

Resolution 1 – Authority of Directors to allot shares

This is an ordinary resolution granting general authority to the directors to allot new ordinary shares up to the threshold described in the Resolution, namely, up to an aggregate nominal amount of £1,904,436.47 (equal to approximately 10 per cent. of the nominal value of the issued share capital of the Company as at the date of this notice). If the authority is granted it would be exercised only if the directors believe that to do so would be in the best interests of the Shareholders as a whole. The authority will expire at the conclusion of the next Annual General Meeting held by the Company following the passing of this resolution.

Resolution 2 – Dis-application of pre-emption rights

This is a special resolution authorising the directors to allot ordinary shares for cash up to the threshold described in Resolution 1 on a non pre-emptive basis pursuant to the authority conferred by Resolution 1 above. This will allow the Board to move quickly as it deems appropriate without recourse to the shareholders in the event that it considers it necessary to raise additional working capital. This authority will expire at the conclusion of the next Annual General Meeting held by the Company following the passing of Resolution 1 above.

Form of proxy

A form of proxy for use at the Meeting is enclosed. Please complete the form of proxy by entering the name of the person(s) you wish to be your proxy, the number of shares the proxy will be representing and which you hold, sign the form of proxy and include your name and address (please do not forget to include this) and return it to the Registrars so as to arrive no later than 11.00 a.m. on 2 October 2016.

The return of the form of proxy will not, however, prevent you from attending the Meeting and voting in person should you wish to do so.

The Board believes the proposed resolutions to be in the best interests of the Company and its members as a whole and we unanimously recommend that you vote in favour of all the proposed resolutions.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Ian R. Holzberger', written in a cursive style.

Ian Holzberger
Executive Chairman