



SHAREHOLDER UPDATE – 1st July 2016

- **2nd license application submitted to the Ministry of Mines**

2ND LICENSE APPLICATION

AAM is pleased to report that it has submitted its 2nd exploration license application to the Myanmar Ministry of Mines in May. The application covers an area of ~ 587 sq km in East Shan State, in the eastern part of the country.

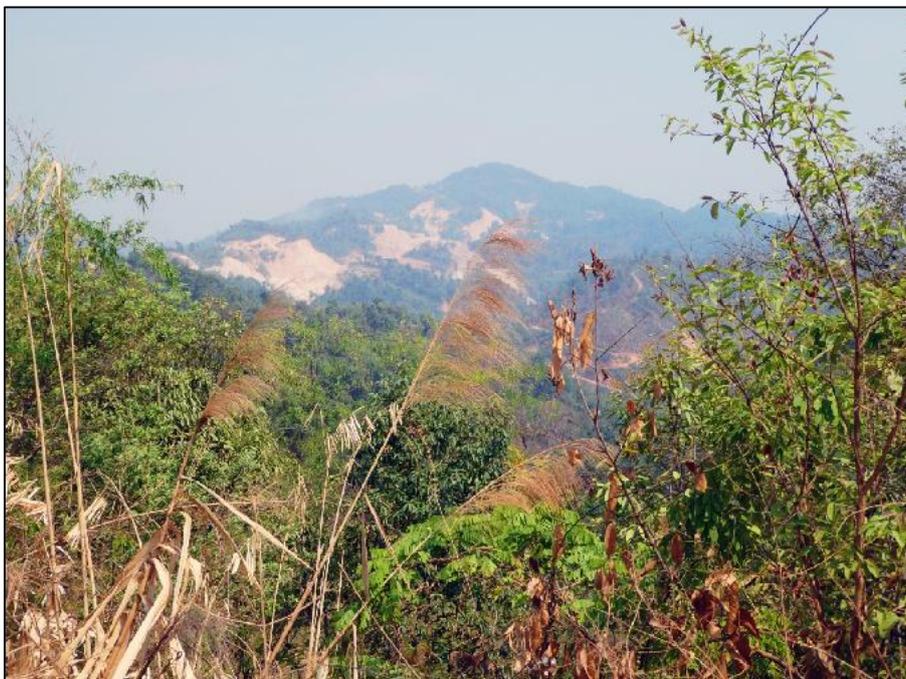
Following on from our initial license application within Sagaing Subdivision in April, our second license application also satisfies many of the criteria that we have been actively searching for through our project generation process, including;

Artisanal miners are currently producing alluvial gold from streams within the license and small scale mining is being carried out to the south of the license. Results of previous exploration work, verified by the AAM field team, identified relatively large, outcropping gold-anomalous structures within the license area whilst multiple gold and base metals occurrences are recorded both within and in proximity to the proposed license area.

The eastern part of Shan state has not been subjected to systematic exploration for geopolitical reasons. Recently, the region has embraced the positive changes that are sweeping Myanmar. During field work, the AAM team met with the state Prime Minister and local dignitaries who confirmed support for our ongoing activities in the region whilst the local people are supportive of our presence. The area is easily accessed through paved roads and has good infrastructure in place to support exploration activities.



Channel sampling of hydrothermal alteration zones



Intrusion related gold mine in the distance



Sheeted veins at the Intrusion related gold mine



Gold anomalous silica – sulphide lode



OPERATIONAL UPDATE

Monsoon season has set in and as such all field activities will cease until late September. During the down time, AAM will continue with research and desktop targeting work so that we can continue to develop our targets for license applications and be ready to recommence field programs and project generation work post the wet season.

Additional license applications will be submitted in Q4 at which time we will also commence early exploration work within our current application areas. AAM has begun the necessary stakeholder relations work that is an integral part of the license grant process.

From the AAM team