

SHAREHOLDER UPDATE – 16th MAY 2016

- **1st license application submitted to the Ministry of Mines**
- **Appointment of David Royle as Technical Advisor to the company**
- **Promising targets for 2nd and 3rd applications identified**

1ST LICENSE APPLICATION

The Company is pleased to report that it has submitted its 1st exploration license application to the Myanmar Ministry of Mines in late April. The application covers an area of ~ 650 sq km in Sagaing Subdivision, in the north-central part of the country.

After having evaluated more than 20 mines and prospects within 6 regional gold camps over the past year, we are confident that our initial license application satisfies many of the criteria that we have been actively searching for through our project generation process, including;

- Direct evidence of gold mineralisation
 - Historical exploration work in the area has identified widespread Gold – Arsenic- Base Metal anomalism in streams and outcrop, with 2 clearly defined, large-scale geochemical target areas.
- A geological environment that is conducive for hosting large scale gold deposits
 - AAM field evaluation work has identified an extensive zone of hydrothermally altered volcanic rocks, a common feature of large-scale epithermal gold (+/- base metals) deposits. The area of identified hydrothermal alteration is spatially coincident with one of the aforementioned large-scale geochemical target areas.
- Positive working environment
 - Sagaing is one of the most attractive provinces for mining and exploration in Myanmar. During the 1990's and early 2000's, several companies, including Ivanhoe Mines and Newmont Mining, successfully conducted regional reconnaissance exploration for gold and base metals while more recently PanAust have started exploring for copper in the region. With a history of exploration by foreign companies, the local communities are



supportive of foreign exploration companies and have a better understanding of the exploration process.

APPOINTMENT OF MR DAVID ROYLE AS TECHNICAL ADVISOR

We are pleased to announce the strengthening of AAM's technical team through the addition of Mr David Royle, who was appointed in the role of Technical Advisor on the 1st March 2016. David has a strong technical understanding of Myanmar's resource potential, having previously evaluated several Gold and Base Metals projects in country and has made an immediate positive impact on our business through his leadership of our evaluation process over the past 2 months. Moving forward, David will be responsible for leading our ongoing project generation and early exploration efforts in Myanmar.

David is a geologist with more than 40 years of international experience in all aspects of mineral exploration and project feasibility, with extensive experience at a senior management level. His previous senior roles include Business Unit Manager, Asia-Pacific for Eurasian Minerals Inc, Vice President Exploration and Business Development, East Asia Minerals Corp; Managing Director, Kentor Gold Ltd; General Manager Project Generation, MIM Exploration Pty Ltd; General Manager Exploration, Latin America, MIM International Pty Ltd and Exploration Manager Americas, Newcrest Mining Limited.

David has managed exploration teams over a diverse range of geographic and cultural environments which have directly led to the discovery of several major gold and base metal deposits in the Pacific Rim including; Tolukuma, PNG (Au), Cerro Negro, Argentina (Au), Rio Blanco, Peru (Cu-Mo), Pierina, Peru (Au-Ag) as well as O'Callaghans (W-Cu-Zn-Pb) and Telfer alluvials, Western Australia (Au).

OPERATIONAL UPDATE

Following our exploration team's extensive evaluation of investment opportunities over the past year, we have now successfully narrowed our focus to a couple of highly promising gold prospects in northern and eastern Myanmar. We expect to be in a position to submit our second exploration license application in the coming month and will provide an update on our license submissions, including an overview of the license granting process, in due course.

From the AAM team