



MANTLE MINING
ASX: MNM and MNMOA

DIRECTORS

Mr Martin Blakeman
Non-Executive Chairman

Mr Ian Kraemer
Managing Director

Mr Peter Anderton
Non-Executive Director

Mr Stephen de Belle
Non-Executive Director

COMPANY SECRETARY

Mr Winton Willesee

PRINCIPAL PLACE OF BUSINESS AND REGISTERED OFFICE

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ASX Release

5 September 2012

Withdrawal of Entitlement Issue

Mantle Mining Corporation Limited (ASX: MNM) “Mantle” the “Company”, wishes to advise that it has elected not to continue with the Rights Issue as announced to ASX on 20 August 2012.

Since announcing the Rights Issue, the Company share price has declined to a point where the Directors consider it prudent to limit unnecessary further dilution to existing shareholders. In taking this decision, the Company has benefited from recent notification that two additional sources of cash have become available, the timing of which was previously uncertain:

- As announced yesterday, Mantle has this week received a cheque from the Australian Tax Office (ATO) for Research and Development (R&D) Tax Offset for \$183,680 (including interest),
- Also yesterday, Mantle was notified that Transfer of the Bacchus Marsh exploration tenements to Exergen Pty Ltd have been registered and a final confirming letter from the relevant Government Department has been issued. The Company now expects the \$550,000 held in Escrow (including GST), will be released to Mantle in the coming week.

As a result Mantle will have sufficient funds to continue its current exploration activities for an additional number of months allowing time for market conditions to improve. The Company is currently progressing the following (major) works:

- Roadwork and drill pad preparation ahead of drilling at the Granite Castle Gold and Silver Project is underway with drill rig mobilization scheduled for mid September,
- Detailed setup for the Trafford (Mt Mulligan) Coal and Gas Project as relates project management and geological services, local project office, logistics and training programs for initial exploration activity,
- Detailed handover of the Bacchus Marsh Coal Project management to Exergen Pty Ltd, including input to the Scoping Study.

Although Mantle determined not to proceed with the Rights Issue at this time, the Company wishes to express its appreciation to Cygnet Capital Pty Ltd for their ongoing support.

Further information:

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