

12 November 2013

Dear Shareholder,

Fundraising - Rights Issue

Globe has raised A\$1.6 million from the issue of Convertible Notes at a premium to the current share price to Apollo Metals Investment Co Limited (“Apollo”).

Globe is now offering eligible shareholders a non-renounceable rights issue offer at A\$0.045 share price, to raise a further A\$9.9 million.

The structure of this funding arrangement is designed firstly to care for the existing interests of Shareholders through the rights issue process. Shareholders will then have the right to vote at the annual general meeting for Apollo to take up the shortfall of shares as underwriter of the rights issue.

A Notice of Meeting, Explanatory Memorandum and Proxy Form has been dispatched to Shareholders to provide information about the rights issue and voting process.

The funds raised, plus the strong support of Apollo, will underpin the progress of our exploration and development projects. This will place the Company in a strong position to progress feasibility studies and assess growth opportunities.

Who

- Apollo, a private investment fund
- Invest on growth and acquisition potential
- Long term and loyal investor

How

- Convertible Notes Issued to Apollo
- 1:1 Right Issue to all shareholders
- Fully underwritten by Apollo

Why

- Kanyika Engineering Optimisation
- Bulk Sampling
- Strategically placed for other project acquisition

Independent Experts Report

As part of the rights issue, Globe engaged Stantons International Securities for an independent experts report. Their opinion is that the rights issue is not fair but reasonable.

Fairness was calculated using a comparison between the offer price and the value attributed to the securities under offer.

The rights issue offer price of A\$0.045 was a mid-point of the previous month trading range of A\$0.041 to A\$0.05. In the opinion of the independent expert, the transaction is unfair because the offer price should have been higher.

The proposal would be fair to shareholders if the issue price was greater than or equal to the implicit value of the shares in Globe currently on issue.

The rights issue is reasonable because the offer price meets the Company objectives as outlined in the rights issue offer document, and that equity funding in the current market is difficult.

An offer can be reasonable even if not fair if there are sufficient grounds to accept in the absence of any higher bid.

The objectives of the Company are:

- Globe increases its cash reserves
- Obtaining a significant amount of cash in the current environment is difficult and therefore the company and shareholders should benefit
- Globe will be able to enhance the Kanyika Niobium Project and conduct further exploration, evaluation and development
- Enables the Company to assess project acquisitions

As the table below shows, the funds raised would leave Globe with A\$24m (after costs).

Funds at start	\$13m
Add Convertible Note	\$1.6m
Add Rights Issue	\$9.9m
Forecast November 2013 (after costs)	\$24m

As the independent Experts report shows, these funds will be used to further the Company’s development. Other recent Company developments include:

Technical

- Engineering optimisation provides encouraging test results
- New processing route to significantly lower Capex

Corporate

- ECE to fund exploration activities
- Kanyika Development Agreement negotiation progressing with Government of Malawi
- On market share buy-back completed
- Appointment of highly experienced Managing Director

Globe’s outlook for 2014 is to strengthen corporate capacity, deliver the Kanyika Niobium Project optimisation and assess project acquisition opportunities.

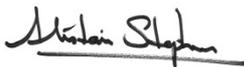
The timetable for fund raising is as follows:

Activity	Date (2013)
Issue convertible notes	13 September
Rights issue ‘Ex’ date	23 October
Record date for rights issue	29 October
Send offer document	4 November
Annual General Meeting	18 November
Acceptance close	29 November
New shares quoted for trading on deferred settlement basis	2 December
Shortfall date	4 December
Underwriter subscription date	4 December
Issue date for new rights issue shares	9 December
Normal ASX trading for new shares commences	10 December

The Board of Globe recommends that Shareholders approve the transaction to provide a sound financial platform for the Company’s future.

If you have any questions relating to this fundraising, please do not hesitate to contact Alistair Stephens, Managing Director for more information.

Yours sincerely



Alistair Stephens
 Managing Director & CEO
 Globe Metals & Mining Ltd