



Corporate Restructure and Dual Listing

Globe Metals & Mining (“**Globe**” or “**the Company**”; ASX: GBE) is pleased to announce its plans for a corporate restructure and dual listing on the Toronto Stock Exchange (TSX).

Highlights

- **All exploration assets (all assets except the Kanyika Niobium Project) to be “spun-out” into a separate listed company, with a rare earth/Mozambique focus**
- **Globe to dual list on the Toronto Stock Exchange, with a niobium focus, to coincide with completion of the Kanyika Niobium Project (KNP) Definitive Feasibility Study (DFS)**
- **Details of the spin-out and dual listing to be provided in due course, including time frames, regulatory and compliance hurdles and the nature and extent of shareholder participation in the new entity**

Globe’s board has recently considered a restructure of the Company, as well a dual listing on the TSX, in order to enhance returns to all shareholders. At this stage, the Company advises the market of its broad plan – before however these plans can be brought to fruition and finalised, further approvals from the Board, possibly shareholders, and governmental departments in accordance with applicable laws and regulations will need to be obtained. Further announcements regarding the details of the spin-out and dual listing will be made in due course.

Summary of Proposal

1. A new wholly-owned corporate entity to be created, to hold the following assets, currently owned by Globe:
 - Mount Muambe Rare Earths – Fluorite Project in Mozambique
 - Memba Titanium – Iron Project in Mozambique
 - Machinga Rare Earths Project in Malawi
 - Salambidwe Rare Earths Project in Malawi



2. The new entity to be a listed company, with all Globe shareholders to have an equal right (based on their existing shareholding in Globe at a given date), to participate in the shareholding of the new entity.
3. Post-listing of the new entity, Globe to dual list on the TSX (i.e. retain its listing on ASX).

Rationale for Proposal

1. **Realise value for exploration assets** – Globe's share price is currently trading around cash backing, with little or no value being attributed to its projects, especially the Mount Muambe Rare Earth – Fluorite Project, as well as its other exploration (non-KNP) assets. Given recent exploration success at Mount Muambe, it is anticipated that a separate rare earth focussed company with Mount Muambe as the primary asset would garner greater market interest than is currently the case.
2. **Commodity focus** – by separating Globe's project portfolio into two companies, with Globe to focus on niobium exploration and production and the new entity to focus on exploration and development of other primarily rare earths projects, existing and prospective shareholders will have the ability to make simpler investment decisions based upon a single commodity play.
3. **Funding of Mount Muambe** – in light of recent exploration success at Mount Muambe, it is evident that this project will require extensive capital over the next two years and beyond, in order to deliver an initial JORC resource and feasibility study. Funding this project from within Globe will inevitably create competition for capital internally, and may impinge upon the optimal development of that project.
4. **Financing of KNP** – the financing of the KNP post-DFS will be simpler if Globe is focussed solely on niobium.
5. **Project Partners** – by separating Globe's projects into discreet commodities, it provides greater flexibility for the introduction of project partners, being either at the corporate or project level (with mixed commodity plays, the corporate level is often not viable, if there is a specific commodity interest).
6. **TSX** – the board considers that the TSX will offer a broad and deep market, particularly in the area of specialty metals such as niobium, which will complement Globe's existing listing on ASX as well as make comparable company analysis easier. This will facilitate more appropriate valuations for the KNP, especially as it approaches completion of the DFS.

About Globe Metals & Mining

Globe is an African-focused resource company, specialising in rare metals such as niobium, tantalum and rare earths, as well as other commodities including fluorite, uranium and zircon. Our main focus is the multi-commodity Kanyika Niobium Project in Malawi, which will produce ferro-niobium, a key additive in sophisticated steels.

Globe also has a number of other projects at an earlier stage of development: it owns 100% of the Machinga Rare Earth Project in southern Malawi, and the Company can earn up to a 90% interest in the Mount Muambe REE – Fluorite Project and the Memba Titanium – Iron Project, both in Mozambique.

Globe's corporate head office in Perth, Australia is supported by African offices in Lilongwe, Maputo, Tete and Nacala. The Company has been listed on the ASX since December 2005 (Code: GBE).

In April 2011, the Company entered into a strategic partnership with East China Mineral Exploration and Development Bureau (ECE), a Chinese State Owned Enterprise with extensive mining operations in China and overseas. ECE is now the largest shareholder in Globe, and a key partner for Globe's growth ambitions in Africa.

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