

AMMTEC LIMITED

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AMMTEC RAISES \$11.5MILLION FROM PRIVATE PLACEMENT, \$2MILLION FROM A SPP TO FUND ONGOING EXPANSION AND ANNOUNCES 10CENT FINAL DIVIDEND

7 July 2009

Ammtec announces the successful placement of \$11.5 million to institutional investors. Existing shareholders will also have the opportunity to participate via a Share Purchase Plan which will raise a further \$2 million.

The Board has also declared a final dividend of 10cents per share payable in October 2009.

The placement, which is cum dividend, will be conducted in two tranches. The first which will settle on 13 July will raise \$6.5 million. Subject to shareholder approval, the second tranche will raise the balance of \$5 million.

The Chairman David Macoboy and Non-executive Director Ross Norgard both wish to participate in the placement to the extent of \$100,000 and \$500,000 respectively. Their participation is subject to shareholder approval.

The SPP, which is also cum dividend, will be available to all registered shareholders as at 6 July 2009 to subscribe for up to \$15,000 worth of shares.

The capital will be used to fund a new state of the art hydrometallurgical pilot plant facility adjoining our existing facilities in Western Australia. The purpose built laboratory will be used to conduct large scale hydromet pilot testing on Nickel, uranium and other base metals.

A General Meeting will be held on 13 August 2009 to confirm the issue of the second tranche of shares including those to Directors.

The Notice of Meeting and SPP offer will be mailed to shareholders on 9 July 2009.

The private placement was managed by Foster Stockbroking, and the SPP is not underwritten.

Further information required by ASX Listing Rule 3.10.3 in relation to the placement and Share Purchase Plan accompanies this announcement:

For further information please contact:

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LISTING RULE 3.10.3 INFORMATION

In accordance with Listing Rule 3.10.3, Ammtec provides the following details of the Share Placement and Share Purchase Plan.

	Placement- Tranche 1	Placement – Tranche 2	Share Purchase Plan
Class of securities to be issued	fully paid ordinary shares	fully paid ordinary shares	fully paid ordinary shares
Maximum number of securities to be issued	3,550,534 shares	2,665,678 shares	Ammtec has determined to issue 1,081,081 Shares under this Offer. In the event of oversubscription, shares will be issued on a first-in-first-served basis, so that no more than 1,081,081 shares are issued.
Principal terms of the securities to be issued	the Shares will rank equally in all respects with the Company's existing issued Shares	the Shares will rank equally in all respects with the Company's existing issued Shares	the Shares will rank equally in all respects with the Company's existing issued Shares
Issue price	\$1.85 per Share	\$1.85 per Share	\$1.85 per Share
Purpose of the Issue	The expansion of Ammtec's Balcatta facilities, including the installation of a purpose built hydrometallurgical pilot laboratory and fund ongoing working capital requirements.		
Shareholder approval	Shareholder approval for this number of shares is not required and Ammtec will not be seeking approval prior to the issue of the placement shares.	This issue is subject to Shareholder approval at a General Meeting to be held on 13 August 2009.	Shareholder approval is not required for the SPP issue.
Issue to class	N/A	N/A	The issue is being made to all shareholders who are registered at the close of business on 6 July 2009 (record date).