

13 February 2008

ASX CODE: MZM

52 WEEK HIGH: \$0.36

52 WEEK LOW: \$0.155

CONTACT:

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BOARD:

Denis O'Meara: Chairman

Terry Grammer: Non-Exec

Ian Cornelius: Non-Exec

KEY PROJECTS:

PEAK HILL (100%)

Gold

MT PADBURY (90%)

Gold, Manganese

ROBINSON RANGE (70%)

Uranium, Gold

CALLAWA (100%)

Copper, Gold

TALGA (90%)

Gold, VMS

CAPITAL RAISING UPDATE

- 4,371,667 shares issued to raise \$655,750 before costs.
- Details of a share purchase plan to be announced shortly
- Planned programmes at Peak Hill, Mt Padbury and Callawa to continue as planned

Further to the announcement of 16 January 2008, Montezuma has been advised by the underwriter that as a result of prevailing market conditions the underwriting agreement has lapsed without raising the target \$3M.

Consequently, the Company has completed a private placement to sophisticated investors of 4,371,667 shares at \$0.15 with a 1 for 4 free attaching listed option to raise \$655,750 before costs.

To give existing shareholders an opportunity to subscribe for shares at these levels and to provide additional funding for the Company's exploration programmes, arrangements are currently being made to instigate a share purchase plan. Full details will be made available as soon as the arrangements have been finalised.

The funds raised will ensure that the exploration programmes at Peak Hill, Mt Padbury and Callawa are sufficiently funded to continue the roll out of the Company's strategic plans.

The majority of the funding will be directed at the flag ship Peak Hill programme where the Montezuma is building on existing resources of in excess of 200,000 oz of gold with an initial target resources of over 500,000 oz and production within three years.

More Information

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