

24 AUGUST 2016

DEEP RC DRILLING PROGRAMME COMMENCES AT JATZ

- RC drilling programme comprising multiple 200m line spaced deep RC traverses has commenced at the priority Jatz Prospect.
- Programme designed to test for economic basement hosted mineralisation beneath the 1.5km long basement geochemical anomaly defined at Jatz in previous aircore drill programmes¹.
- Phase 1 of the programme to comprise approximately 4,000m with nominal target depths of 150m downhole.
- Immediate follow up drilling will be initiated on receipt of positive results.

Montezuma Mining Company Ltd ("Montezuma" or "Company") is pleased to announce deep drill testing of the priority Jatz target at the Company's 100% owned Yamarna Project has commenced.

The programme is designed to test beneath widespread strong gold anomalism hosted in Archean greenstone basement lithologies.

The initial programme is expected to comprise approximately 4,000m in multiple traverses of angled reverse circulation holes across the anomalous corridor with a nominal drilling depth of 150m.

Executive Director Justin Brown said *"The commencement of this programme represents the culmination of multiple phases of active target generation and target definition work at the Yamarna Project and represents a genuine discovery opportunity. There is no better way to add value for shareholders than through a new discovery and we look forward to bringing the results to the market as they come to hand."*



¹ http://montezuma.com.au/images/uploads/160330_Yamarna_Drilling_Extends_Gold_Mineralisation.pdf

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ABOUT MONTEZUMA MINING

Listed in 2006, Montezuma Mining Company Ltd (ASX: MZM) is a diversified explorer primarily focused on gold and manganese. The Company's primary objective is to achieve returns for shareholders through selected strategic acquisitions and targeted exploration.

Montezuma has 100% interests in the Yamarna Gold Project in the Yamarna Greenstone Belt, the Holleaton Gold Project in the Wheat Belt region and the Butcherbird Manganese/Copper Project in the Murchison regio, all located in Western Australia.

MARKET DATA

ASX code:	MZM
Share price:	\$0.185
Shares on issue:	83,464,350
Market capitalisation:	\$15.4M
Cash:	~\$5.6M
Listed Investments:	~\$4.7M

BOARD AND MANAGEMENT

Chairman	Seamus Cornelius
Executive Director	Justin Brown
Non-Executive Director	John Ribbons
Exploration Manager	Brad Drabsch



Company information, ASX announcements, investor presentations, corporate videos and other investor material on the Company's projects can be viewed at www.montezuma.com.au

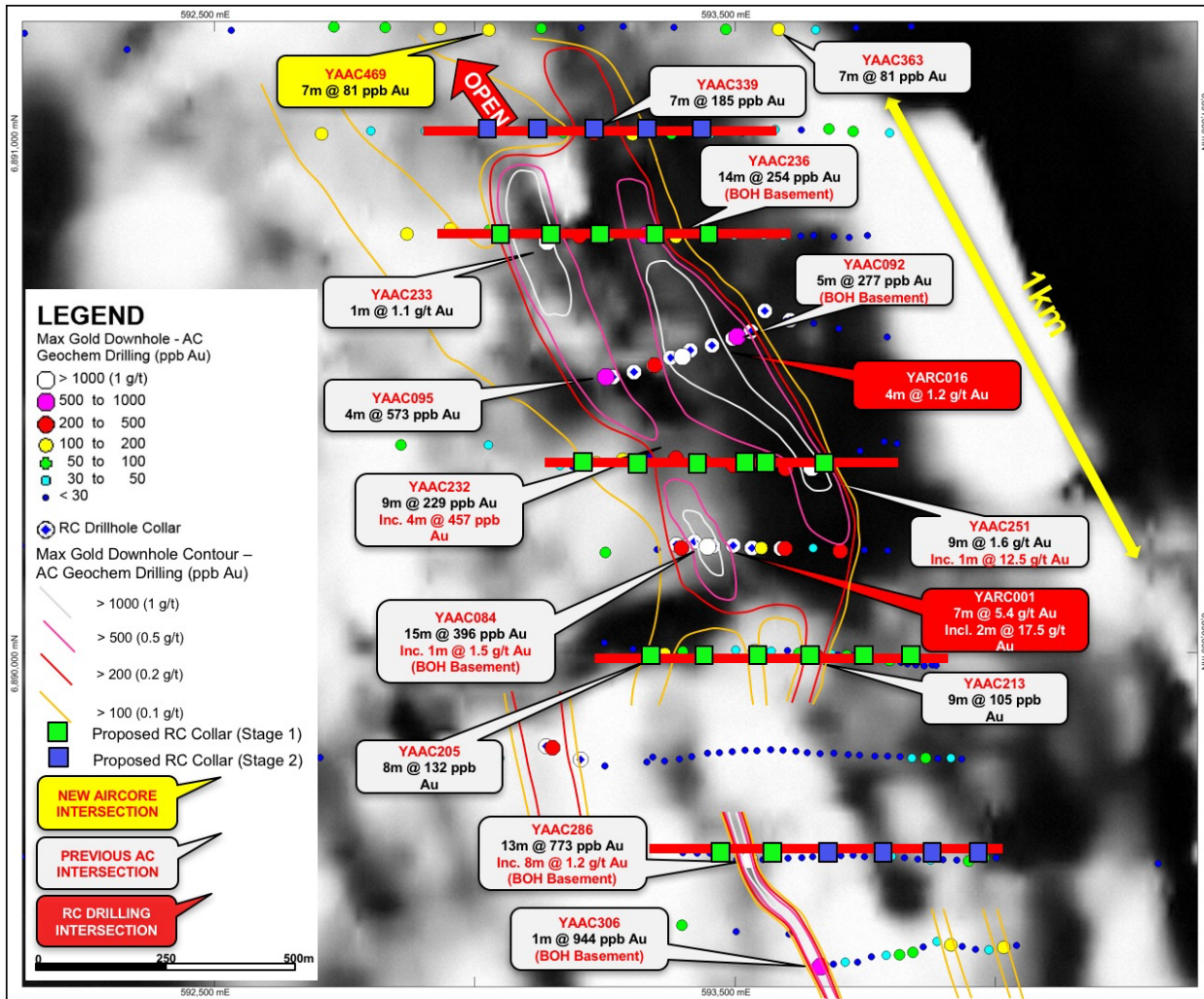


Figure 1: Proposed drill traverses across the anomalous gold corridor at the Jatz prospect.

FOR MORE INFORMATION...

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The information in this report that relates to Exploration Results, Mineral Resources and Mineral Reserves is based on information compiled by Mr Bradley Drabsch who is a member of the Australasian Institute of Geoscientists. At the time that the Exploration Results, Mineral Resources and Mineral Reserves were compiled, Mr Drabsch was a contractor of Montezuma Mining Company Ltd. Mr Drabsch is a geologist and has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2012 edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Drabsch consents to the inclusion of this information in the form and context in which it appears in this report. Please note with regard to exploration targets, the potential quantity and grade is conceptual in nature, that there has been insufficient exploration to define a Mineral Resource and that it is uncertain if further exploration will result in the determination of a Mineral Resource.

In accordance with Listing Rule 5.23.2, the Company confirms in the subsequent public report that it is not aware of any new information or data that materially affects the information included in the relevant market announcement and, in the case of estimates of mineral resources or ore reserves, that all material assumptions and technical parameters underpinning the estimates in the relevant market announcement continue to apply and have not materially changed.