

## SALE OF MT ISA PROJECT INTEREST TO HAMMER METALS LIMITED

July 2, 2013. Santana Minerals Limited ('Santana') is pleased to announce that it has entered into a share purchase agreement ('Agreement') with Hammer Metals Limited ('Hammer') whereby Hammer will acquire 100% of Santana's subsidiary Mt Dockerell Mining Pty Ltd ('Mt Dockerell').

Mt Dockerell holds Santana's Mt Isa projects in Australia, including the Kalman Copper-Molybdenum Project (incorporating the 51% owned Pelican JV with Syndicated Metals Limited, ASX: SMD); the Mt Philp Iron Project; and surrounding tenement portfolio. Hammer is an unlisted company which intends on seeking a listing, or similar, on either the Australian or Singapore Stock Exchange and has exploration interests in the Mt Isa and Mt Morgan districts.

The Agreement will allow Santana to focus its financial and technical resources on the retained precious metals projects in Mexico; Espiritu Santo and Namiquipa, whilst maintaining continued exposure to the Mt Isa projects through a shareholding in Hammer and a royalty on the Mt Philp project. Further, it provides exposure to Hammer's existing interests in Mt Isa and the Mt Morgan gold-copper district.

Under the terms of the Agreement, Santana will receive approximately 50% of the current issued capital of Hammer plus a 2% royalty on the sale of iron ore product from the Mt Philp project. Hammer will have the right to purchase half of the royalty from Santana for \$1m for a period of 3 years. In the event that Hammer is acquired by another listed company, prior to meeting certain funding or listing events, the Agreement provides for consideration shares to Santana with a value of no less than \$2m.

Hammer's management has considerable depth of experience in the Mt Isa district, which will allow for a consolidated and focused approach to future exploration and development of the broader Queensland project base. Figure 1 outlines Hammer's new project portfolio within the Cloncurry/Mt Isa region. Hammer also has a significant tenement position near the Mt Morgan Mine in central Queensland. Additional information about Hammer and its projects is available at: [www.hammermetals.com](http://www.hammermetals.com).

The transaction is conditional upon all necessary regulatory and shareholder approvals being obtained together with Hammer meeting certain funding or listing events by no later than 31 December 2013. Following completion of the transaction Mt Dockerell will be a wholly owned subsidiary of Hammer.

For further information, please contact:  
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**About Santana**

Santana is a precious metals explorer. Santana is currently focused on Mexico where it is actively exploring the Namiquipa silver project in northern Mexico, and the Espiritu Santo gold/silver project in Jalisco.

Additional information about Santana and its projects is available on the website: [www.santanaminerals.com](http://www.santanaminerals.com)

**Figure 1: Hammer Metals Limited Cloncurry/Mt Isa Project Portfolio**

