

22 October 2015

ASX Announcements
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

FOR IMMEDIATE RELEASE

Dear Sir/Madam,

**Convergent Minerals Ltd
(Administrators Appointed)
A.C.N. 120 909 953**

ASX RELEASE – TRANSFER OF TENEMENTS AND ADJOURNMENT OF MEETING OF CREDITORS

Agreement to transfer all tenement interests

On 19 October 2015 Convergent Minerals Ltd (Administrators Appointed) ('Convergent') and its subsidiary companies (also all subject to Administrators' appointments) ('Convergent Group') and their Administrators entered into a Deed of Restructure, a Deed of Transfer and a Deed of Release with MH Gold Pty Ltd and Capri Trading Pty Ltd as trustee for The Capri Family Trust (Capri), whereby, in summary:

1. The Convergent Group agreed to transfer all of its tenement interests and related assets to MH Gold Pty Ltd, a wholly owned subsidiary of Convergent;
2. MH Gold Pty Limited agreed to pay Convergent \$1,500,000;
3. MH Gold agreed to fund the liabilities to be incurred by the relevant Convergent Group company in preserving their tenements, whilst they remained their legal owners;
4. On a notice being given by Convergent to Capri or Capri to Convergent, all of Convergent's shares in MHG would be transferred to Capri and MHG would become liable to Capri instead of Convergent for the \$1,500,000 and Capri would release the Convergent Group from any obligations owed to it, including a secured indebtedness owed by all of the Convergent Group other than NQ Metals Pty Limited (Administrators Appointed) of \$3,124,494.

On 20 October 2015, Convergent gave the requisite notice to Capri, thereby causing the matters in item 4 above to occur.

The transfer of the Convergent Group's tenement interests to MH Gold Pty Ltd is subject to Ministerial approval. On effectuation of the transfers, the Convergent Group will have no mining related assets.

The above agreements were entered into following an earlier attempted sale process for the sale of such assets being undertaken by the Joint and Several Administrators.

Adjournment of meetings of creditors for up to 45 business days

At the concurrent second meetings of creditors of each of the companies of the Convergent Group, convened by the Administrators pursuant to Section 439A of the Corporations Act and held on 20 October 2015, the Administrators reported to creditors in each company and those creditors who attended in person or by proxy resolved, amongst other things, to adjourn all the second meetings for up to 45 business days.

Creditors resolved to adjourn the meetings for the following purposes:

- To allow the Administrators to properly consider two proposals for Deeds of Company Arrangement received within a day of the second meetings of creditors;
- To allow the Administrators further time to seek offers in relation to the potential re-activation of securities trading and/or re-listing of Convergent Minerals Ltd on the Australian Securities Exchange;
- To allow the Administrators to seek to obtain and maximise financial assistance potentially available to the Convergent Group via the Australian Taxation Office through the R&D Tax incentive program, in respect of the year ending 30 June 2015; and,
- To allow the Administrators to report further to each Convergent Group company's creditors in regard to each of the abovementioned matters.

Yours faithfully

Convergent Minerals Ltd (Administrators Appointed)

Alan Hayes

Joint & Several Administrator

