



Middle Island

RESOURCES LIMITED

Middle Island Resources Ltd
ACN 142 361 608
ASX code: MDI
www.middleisland.com.au

Capital Structure:
1,047 million ordinary shares
378,950,719 unlisted options

Cash & Liquid Investments
\$1.42 million (as of 31 March 2019)

Directors & Management:
Peter Thomas
Non-Executive Chair
Rick Yeates
Managing Director
Beau Nicholls
Non-Executive Director
Dennis Wilkins
Company Secretary

Contact:
Rick Yeates
Mob: +61(0)401 694 313
rick@middleisland.com.au

Middle Island Resources Limited
ACN 142 361 608

Suite 1, 2 Richardson Street
West Perth WA 6005
PO Box 1017
West Perth WA 6872
Tel +61 (08) 9322 1430
Fax +61 (08) 9322 1474
info@middleisland.com.au
www.middleisland.com.au

ASX Release – 23 May 2019

Alto Metals suspended – MDI Offer remains open

On 16 May 2019, Alto Metals Limited (**AME**) announced the placement of shares pursuant to the Shortfall Offer (**Shortfall Shares**) in the Prospectus lodged by AME on 24 January 2019 and the Supplementary Prospectus lodged on 6 May 2019 (together the **Prospectus**).

Middle Island Resources Limited (ASX: MDI) (**MDI**) would like draw two matters, which MDI is currently reviewing, to the attention of investors.

It appears to MDI that some of the Shortfall Shares were issued contrary to the terms of the Prospectus, in that some appear to have been (and MDI proceeds on the basis some were) issued to Eligible Parties, as defined in the Prospectus. If so, the defeating condition of the Offer set out in Section 9.10(h) of MDI's Bidder's Statement has been triggered and MDI reserves its right to rely on the trigger of this defeating condition to allow the Offer to either lapse or to apply for ASIC consent to withdraw the Offer.

If the Offer does lapse or ASIC consents, on application by MDI, to the withdrawal of the Offer, no MDI Shares will be issued to any AME shareholder under the Offer and, accordingly, all AME shareholders will retain their AME shares. In the interim, the MDI Offer remains open.

Additionally, in relation to AME's suspension, and in response to enquiries made of MDI in that regard, MDI stresses that AME was, or should have been, aware of the consequences of issuing the Shortfall Shares by the terms of the Offer and record date which were clearly stated in the Bidder's Statement. Accordingly, the suggestion that AME's suspension was of MDI's making is refuted.

MDI reserves the right, but is not under any obligation, to extend the takeover offer to the Shortfall Shares.