



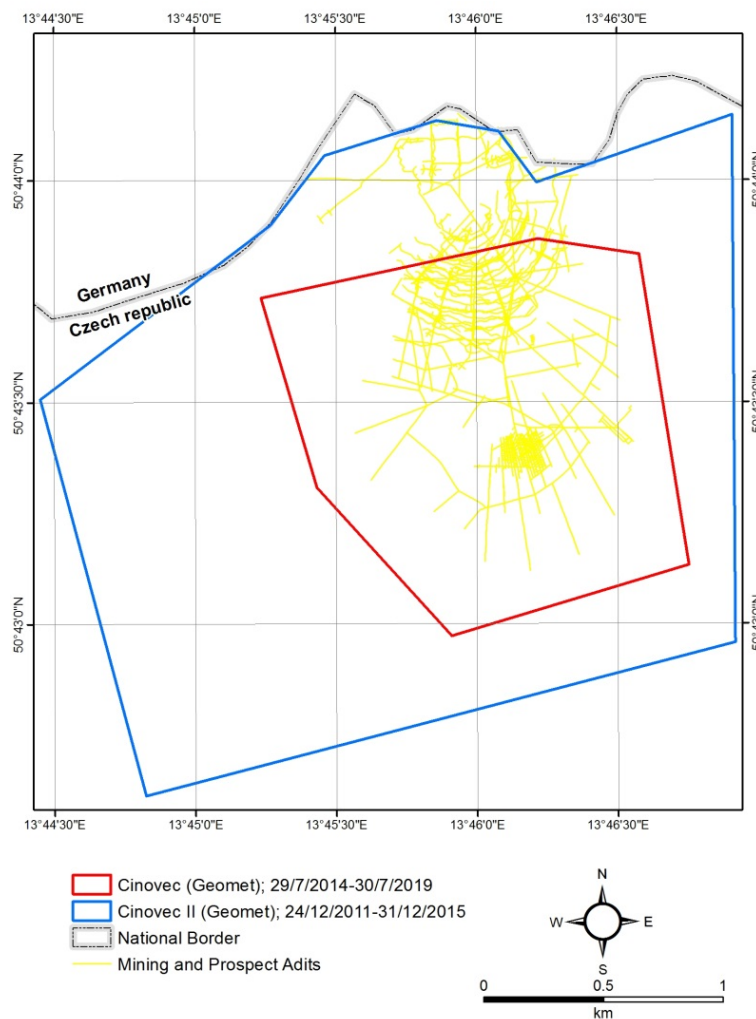
14 AUGUST 2014

ASX ANNOUNCEMENT

EXTENSION OF LICENSE

European Metals Holdings Limited ("European Metals") (ASX: EMH) is pleased to announce the granting of an extension to the key Cinovec licence covering the Company's Cinovec Tin Project in the Czech Republic.

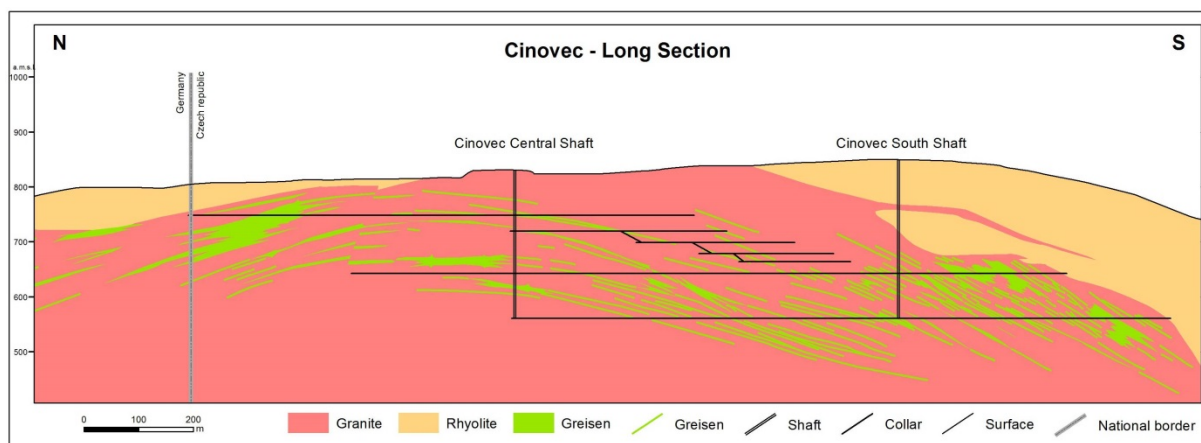
The extension of the Cinovec licence has been granted until 30 July 2019 and will allow the company to complete a Feasibility Study on Cinovec including further exploration, underground sampling and drilling. This licence covers the bulk of the stated JORC Code compliant resource of 28.1Mt @ 0.37% Sn.



Managing Director, Mr Keith Coughlan said; “I am delighted to report the 5 year extension to the main Cinovec license which covers nearly the entire JORC compliant resource area. This provides the company with plenty of time to complete all works required to take the project through to a feasibility study. With the Scoping Study about to kick off in earnest with the start of metallurgical testwork and geotechnical modelling, European Metals is now entering a very exciting period in its development”.

FURTHER INFORMATION

Cinovec is an historic tin mine incorporating a significant undeveloped tin resource with by-product potential including tungsten, lithium, rubidium, scandium, niobium and tantalum. The JORC compliant Inferred Resource for the Cinovec deposit totals 28.1Mt grading 0.37% Sn, for 103,970 tonnes of contained tin, which makes it one of the largest undeveloped tin deposits in the world. Cinovec also hosts a partly-overlapping hard rock lithium deposit with a total JORC compliant Inferred Resource of 36.8Mt @ 0.8% Li₂O. The resource estimates were based on exploration completed by the Czechoslovakian Government in the 1970s and 1980s, including 83,000m of drilling and 21.5km of underground exploration drifting. The deposit appears amenable to bulk mining techniques and has had over 400,000 tonnes trial mined as a sub-level open stope. Historical metallurgical test work, including the processing of the trial mine ore through the previous on-site processing plant, indicates the ore can be treated using simple gravity methods with good recovery rates for tin and tungsten in oxide minerals of approximately 75%. Cinovec is very well serviced by infrastructure, with a sealed road adjacent to the deposit, rail lines located 5km north and 8km south of the deposit and an active 22kV transmission line running to the mine. As the deposit lies in an active mining region, it has strong community support.



PROJECT LOCATION

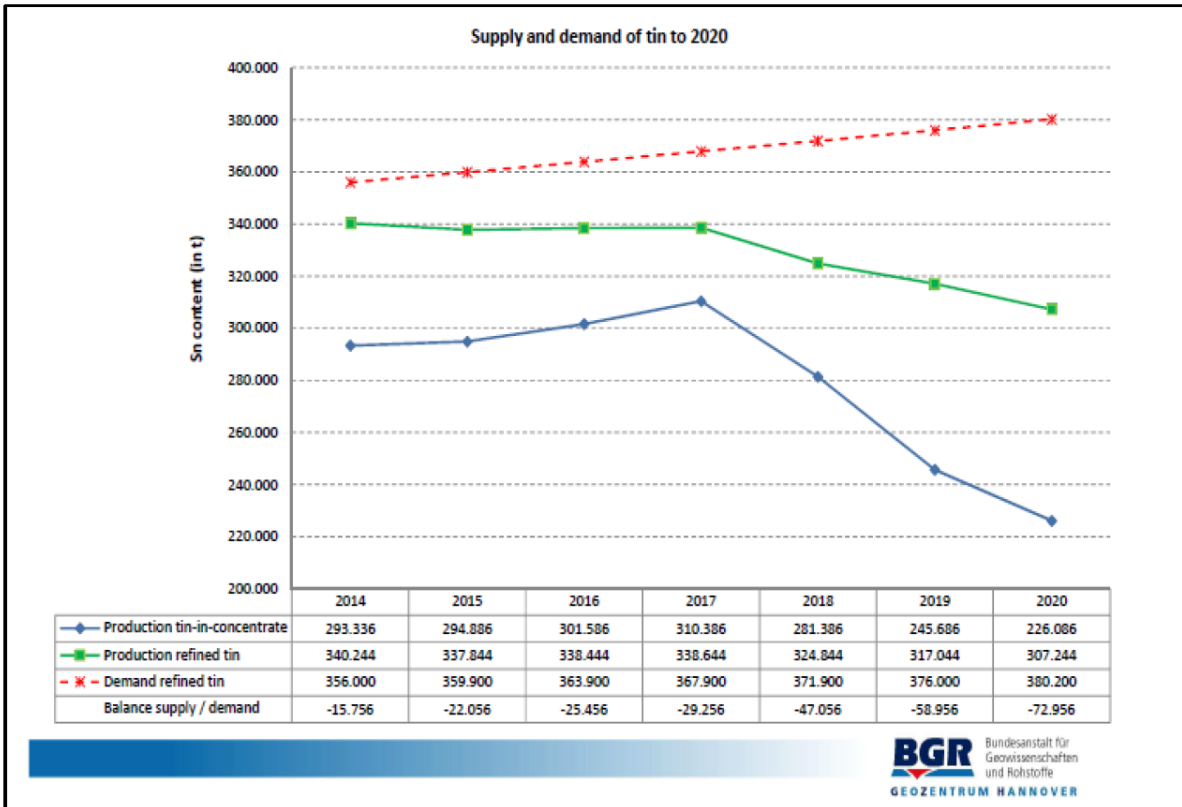


Czech Republic is ideally located at the centre of the European Union. It shares one of its borders with Germany which alone represents one third of its exports. The mining code is well established and the excellent infrastructure, electricity and communication networks create a sound environment for mining activities. Politically stable and with a high income economy, the Czech Republic is also a Member of the European Union.

TIN MARKET OUTLOOK

The outlook for the price of tin continues to appear to be strong.

Germany's Federal Institute for Geosciences and Natural Resources ("BGR") has forecast an impending widening of demand over supply that, in its analysis, suggests a tin price approaching US\$30,000/t may be expected in the near future.



Source: Federal Institute for Geosciences and Natural Resources (Hannover, Germany) – 15 May 2014

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