

3rd March 2017

ASX/MEDIA RELEASE

ASX: CSD Share Price: \$0.025 (in trading halt)

ABN: 57 126 634 606

COMPANY UPDATE – BAAL GAMMON

Consolidated Tin Mines Ltd (ACN 126 634 606) (ASX Code: CSD) (**Company**) advises that it has entered into an agreement to dispose of the Baal Gammon Copper Project.

The Baal Gammon Project was initially acquired by Snow Peak Mining Pty Ltd (**SPM**) as part of the acquisition of assets from Kagara Ltd (in liquidation) (**Kagara**). The acquisition took place by way of an assignment of a Mineral Rights Agreement (**MRA**) between Kagara and Baal Gammon Copper Pty Ltd (**BGC**). CSD subsequently assumed SPM's obligations under the MRA.

CSD and SPM have now entered into an agreement with BGC pursuant to which CSD and SPM have agreed to relinquish their rights under the MRA and BGC has agreed to assume responsibility and liability (including any environment liabilities and obligations) for and in respect of the Baal Gammon Project.

As previously disclosed, the Company's key focus is at the Mt Garnet and Surveyor projects. The relinquishment of the Baal Gammon Project provides the key benefit of removing the Company's associated significant ongoing holding costs and rehabilitation obligations allowing these cash flows to be used for the benefit of the Mt Garnet and Surveyor projects.

CSD continues to work towards the Company being re-instated to trading on ASX and will keep shareholders informed of any developments.

For further information, please contact:

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The company confirms that it is not aware of any new information or data that materially affects the information included in the original market announcements 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.