

**RIGHTS ISSUE SHORTFALL ALLOTMENT**

China Magnesium Corporation Limited ABN 14 125 236 731

ASX Code: CMC

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PO Box 3767

Australia Fair, QLD 4215

Issued Capital:

Shares - Quoted:

352,438,556 fully paid shares

Options – Unquoted

37,541,522 exercisable at \$0.10
expiring 15 February 2019

Directors:

William Bass

(Non-Executive Chairman)

Tom Blackhurst

(Managing Director)

Xinping Liang

(Chief Operating Officer)

Peter Robertson

(Non-Executive Director)

Substantial shareholders:

Mr Tom Blackhurst 13.2%

Mr Feng Wang 9.9%

Mr Xinping Liang 9.8%

China Magnesium Corporation Limited (ASX: CMC; “CMC” or “the Company”) today advises that it has issued a further 19,000,000 shares and 19,000,000 options (exercisable at \$0.10 on or before 15 February 2019) pursuant to shortfall applications for the rights issue announced 18 October 2018. The shares and options were issued in addition to the issue of shares and options announced on 19,22 and 27 November 2018.

The Company has now issued a total of 37,541,522 shares and 37,541,522 options pursuant to the rights issue and shortfall applications, raising a total of \$1,877,076 before costs.

The remaining shortfall amounts to 119,906,995 shares and 119,906,995 options.

Subject to ASX listing rules, the Directors reserve the right to issue the shortfall in their absolute discretion.

The capital structure of the Company following allotment is as follows:

	Code	Number
Listed		
Shares	CMC	352,438,556
Unlisted		
Options (exercisable at \$0.10, expiring 15 Feb 2019)		37,541,522

ENDS