

## Neometals' deal with Hannans targets European lithium

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**AN EARLY contender for the most convoluted deal of the year has emerged with lithium company Neometals to initiate a lithium focus in Europe and former Scandinavian explorer Hannans Reward to return to home territory and explore for nickel and gold on Neometals' joint ventures in the Forrestania, Lake Johnston and Queen Victoria regions of Western Australia.**

Hannans plans to demerge unlisted subsidiary company Scandinavian Resources (SCR) with Neometals to become a 13.5% shareholder in SCR, with the aim of the company being to identify and advance European lithium opportunities.

Hannans plans an in-specie distribution of SCR to its shareholders.

Emerging lithium miner Neometals is subscribing for 62.5 million shares in Hannans (at A0.4c) to raise \$250,000, with the junior to also be obliged to complete a \$1.25 million capital raising – of which Neometals will underwrite the final \$250,000.

Hannans will acquire 100% of Neometals' subsidiary company Reed Exploration (REX) – which holds the latter's gold and nickel projects – by issuing 620.8 million shares (at a deemed price of 0.3c).

Neometals will then hold about 40% of Hannans, with a 10-for-1 share consolidation also to be implemented.

Following its capital raisings and acquisition of REX (which will hold \$1 million when acquired), Hannans will have about \$2.5 million for its nickel and gold exploration.

Cashed-up Neometals' shares were up 3.6% to A29c in midday trade (capitalising it at \$162 million), while Hannans' shares were unchanged at 0.4c (capitalising it at \$2.9 million).

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