



**Precious Metals
Investments
Limited**

L5, 17-19 Bridge Street Sydney NSW 2000
GPO Box 3932 Sydney NSW 2001
P +61 2 9253 0903 | F +61 2 9253 0901
www.preciousmetalsinv.com.au
ABN 99 144 973 259

NSX RELEASE

14 June 2012

Statement by Managing Director, Precious Metals Investment Limited, Charles Straw

Proposed acquisition of Mary Harrison Gold Mine, Mother Lode Gold Belt, California

Precious Metals Investments Ltd to Participate in California's 'new gold rush'

Precious Metals Investment Limited (NSX: PMZ) (the Company) has taken the first steps to participate in a significant investment opportunity within California's historic Mother Lode Gold Belt.

California's oldest newspaper, Mountain Democrat, this week reported that commercial mining is scheduled to commence within California's Mother Lode Gold Belt next month, describing this as "a new gold rush". The belt extends for almost 200km and has historically produced more than 13 million ounces of lode gold and 10 million ounces of placer gold.

Following investigations over the past six months, PMZ has identified the first property of merit in this Belt. The Company's substantially owned associated Mineral Ranch Resources Corporation (Mineral Ranch) has entered into a Letter of Intent (LOI) to acquire the historic Mary Harrison Gold Mine (the Property) from the Menzel Cattle Company (MCC), a family trust under Californian law for an investment of US\$3.5 million over a 48 month period.

Under the agreement MCC will grant Mineral Ranch the irrevocable and exclusive right to purchase an undivided 100% interest in the patented mineral claims and land.

PMZ will continue with its due diligence over the next 60 to 90 days during which a fuller assessment will also be made of the resource potential of Mary Harrison, where there has been historical production of 70,000 ounces at reported grades of 10 to 18 g/t gold.

The most recently available drilling data, from programs undertaken by RTZ/Kennecott in the 1980s, provides confidence a mineral resource estimate, or at the very least an 'exploration target' in accordance with the JORC Code, can be ascertained in a relatively short period.

The Mary Harrison Gold Mine, California

The Property is in Mariposa County just south of Coulterville, which is located in the southern portion of the famous 'Mother Lode'. The Mother Lode Gold Belt runs in the Sierra Nevada foothills for 200km

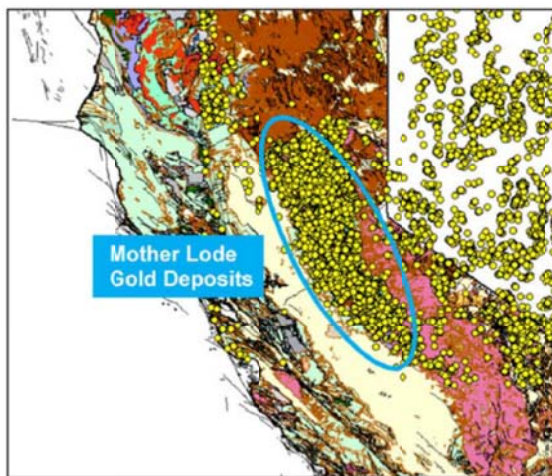


**Precious Metals
Investments
Limited**

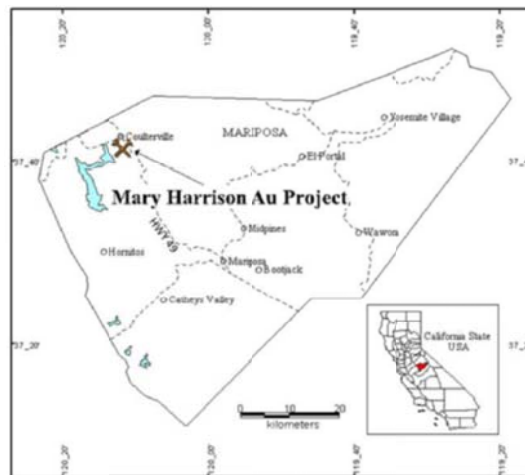
L5, 17-19 Bridge Street Sydney NSW 2000
GPO Box 3932 Sydney NSW 2001
P +61 2 9253 0903 | F +61 2 9253 0901
www.preciousmetalsinv.com.au
ABN 99 144 973 259

between Mariposa and Georgetown. Historical production from the Mother lode is estimated to be 13Moz of lode gold and about 10Moz of placer gold.

Historical production at the Mary Harrison Mine is recorded as 70,000oz at reported grades of 10-18g/t Au. The shaft at Mary Harrison was developed to 365m depth and the mine operated intermittently between 1852 and 1903. The nearby Louise Point Mine was developed to 115m depth but there are no historical production records available.

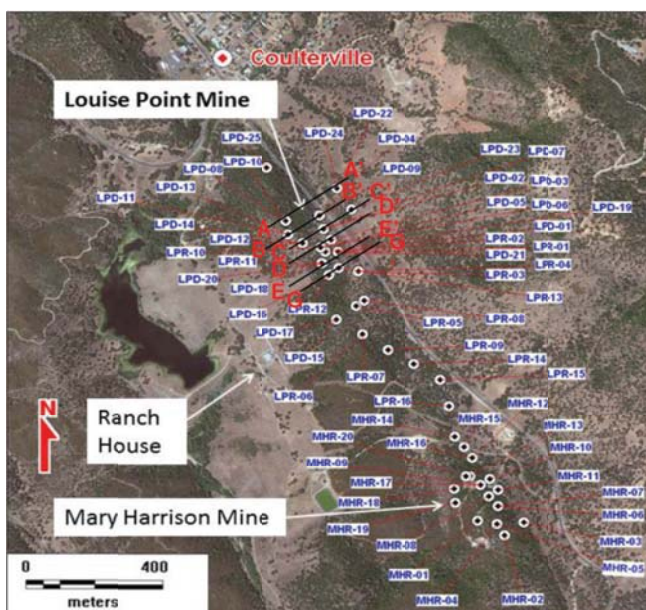


Map 1: Location of Mother Lode Deposits.



Map 2: Mary Harrison Gold Project.

Little modern exploration has been undertaken at the Mary Harrison property. In the 1980's RTZ/Kennecott drilled 25 core and 36 RC holes and undertook geological mapping and sampling. Drilling concentrated on the northern end of the vein system at the Louise Point Mine (Figure 1) and at the



Mary Harrison Mine in the south.

Reconnaissance drilling was also undertaken along the trend.

After preliminary evaluation of existing drill data, PMZ are of the view that there is excellent potential to delineate a sufficiently sized near surface gold deposit with potential for higher grade depth extensions. See Table 1 for summary of historical drilling results.

Figure 1: Drilling undertaken by RTZ/Kennecott at Louise Point Mine and Mary Harrison Mine in the 1980's.



Hole ID	from (m)	to (m)	int (m)	Au (g/t)
LPD002	56.4	96	39.6	2.16
incl.	71.9	81.4	9.5	3.34
LPD002	100.6	105.2	4.6	3.70
LPD004	91.4	114.3	22.9	2.03
LPD005	42.1	97.5	55.4	2.18
incl.	73.2	86.9	13.7	3.31
LPD005	105.2	131.1	25.9	2.90
incl.	108.2	115.8	7.6	6.71
incl.	114.3	115.8	1.5	26.99
LPD012	29	59.4	30.4	3.16
incl.	48.4	57.9	9.5	4.12
LPD013	54.9	100.6	45.7	1.75
incl.	57.9	64	6.1	3.14
LPD014	35.1	103.6	68.5	2.67
incl.	48.8	56.4	7.6	3.46
and	65.5	74.7	9.2	6.00
and	82.2	85.3	3.1	4.37
and	91.4	94.5	3.1	4.40
LPD018	6.1	10.7	4.6	2.39
LPD018	18.3	50.3	32	1.70
incl.	21.3	30.4	9.1	3.16
LPD018	88.4	99.1	10.7	2.96
LPD019	33.5	64	30.5	1.75
incl.	36.6	39.6	3	3.08
and	48.8	56.4	7.6	3.32
LPD019	94.5	103.6	9.1	3.32
LPR001	33.5	57.9	24.4	1.07
LPR001	65.5	85.3	19.8	2.41
incl.	82.3	85.3	3	6.20
LPR010	42.7	56.4	13.7	1.74
LPR010	73.2	88.4	15.2	3.02
LPR010	82.3	86.9	4.6	5.13
LPR010	108.2	109.7	1.5	3.13
LPR011	4.6	67.1	62.5	2.46
incl.	47.2	48.7	1.5	21.70
and	64	65.5	1.5	10.60
LPR011	85.4	93	7.6	2.14

Table 1: Drill results of top 10-15m intersections by RTZ/Kennecott.
The grey highlighted intervals are calculated at 0.5g/t Au lower cut-off,
the orange zones are higher grade mostly internal zones of the bulk intersections.



Precious Metals Investments Limited

L5, 17-19 Bridge Street Sydney NSW 2000
GPO Box 3932 Sydney NSW 2001
P +61 2 9253 0903 | F +61 2 9253 0901
www.preciousmetalsinv.com.au
ABN 99 144 973 259

The historic drilling results from RTZ/Kennecott, particularly from the Louise Point zone, generally exhibit very good consistency in grades and continuity of the mineralized zones over substantial widths (see Figure 2). True widths of 30-50m with average grades of 1.5-3.0 g/t gold are relatively common. Narrower zones of 3-10m wide at +3.0g/t gold occur within the broader zones.

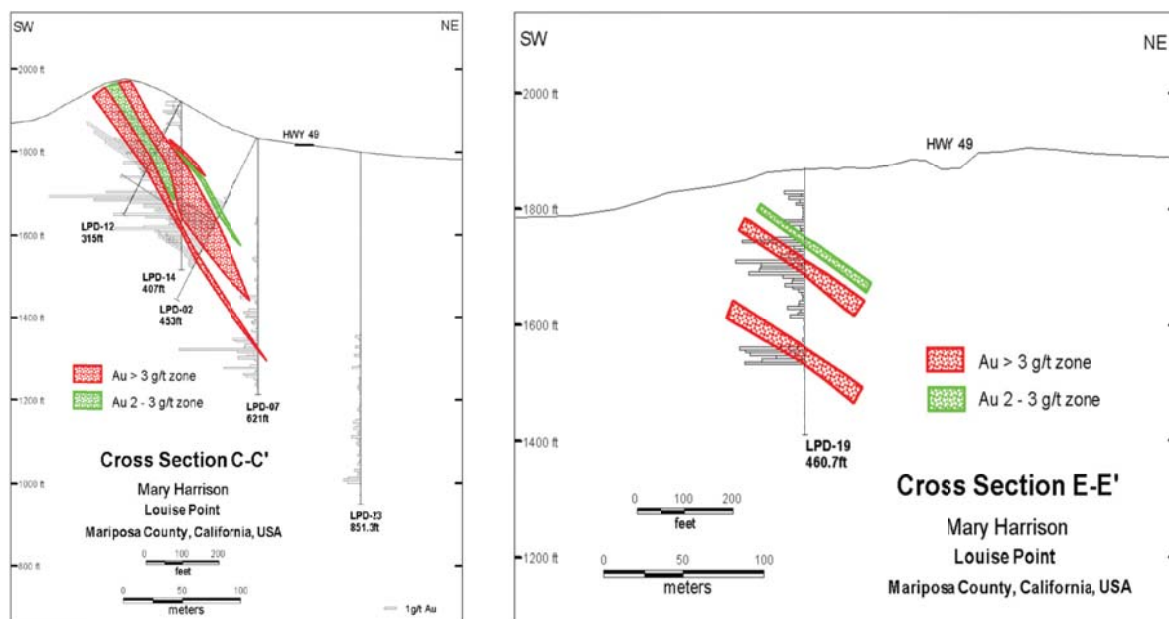


Figure 2: Cross section of Louise Point zone from RTZ/Kennecott data.

An assessment of the current drill hole data indicates the data may be of sufficient quality so as to generate mineral resource estimates or at the very least an 'exploration target' that is in accordance with the JORC Code.

PMZ intend to validate the existing drill data by re-logging and re-assaying available drill core as well as undertaking a program of RC and diamond core drilling for a qualitative assessment of results from the RTZ/Kennecott drilling.

These programs will underpin a new resource estimate and seek to delineate additional gold mineralization at equal to or better than historical drill grades. Further mineralization potential exists at depth and for blind parallel structures.

A three dimensional model of geology and distribution of gold grades will also aid extensional drill targeting, which is aimed at increasing the resource base. Geological mapping, geochemical sampling and induced polarization geophysics along the prospective trend will also be valuable in generating new drill targets.

Although this property requires confirmation and infill drilling, PMZ views it as an exciting opportunity in the Mother Lode.



**Precious Metals
Investments
Limited**

L5, 17-19 Bridge Street Sydney NSW 2000
GPO Box 3932 Sydney NSW 2001
P +61 2 9253 0903 | F +61 2 9253 0901
www.preciousmetalsinv.com.au
ABN 99 144 973 259

HISTORY OF CALIFORNIA'S MOTHER LODGE GOLD BELT

California is a significant historic gold producer with over 110 million ounces of gold produced since the original rush in 1848.

The 'Mother Lode' is part of an extensive province of structurally controlled epigenetic vein gold deposits that occur in a melange of metasediments, mafic, ultramafic and granitoid rocks in the western foothills of the Sierra Nevada range.

Total recorded and estimated gold production for the whole belt is 34Moz of lode gold and 16Moz of placer gold (actual production would be higher in both cases). Production from within the 'Mother Lode' deposits was approximately 13Moz lode gold and 10Moz of placer gold.

The famous Mother Lode Gold Belt has been mined since 1848. Production diminished during and after WWII and very little gold is produced from the Mother Lode today.

Historical data and local knowledge indicate average gold grades generally exceeded 6.5g/t and that grades less than this were generally not mined.

Since WWII, most of the older gold mines along the Mother Lode were converted to private land and sold as ranch lands, timber lands and real estate investments. The value of any gold potential on the property has generally been disregarded.

The real estate and financial crash of 2008 seriously impacted the US economy, and California was especially hard hit, particularly the real estate market.

The combination of deeply discounted real estate values, a high gold price and advancement of mining and processing techniques now make some of these old mining properties look much more attractive as exploration / mining opportunities.

The Californian gold mining industry and the Mother Lode region have been undergoing a resurgence in recent times. Several projects are in development phase with exploration and evaluation activities increasing across the sector. One company has publicly announced plans to commence commercial production next month.



Precious Metals Investments Limited

L5, 17-19 Bridge Street Sydney NSW 2000
GPO Box 3932 Sydney NSW 2001
P +61 2 9253 0903 | F +61 2 9253 0901
www.preciousmetalsinv.com.au
ABN 99 144 973 259

PMZ STRATEGY & VISION

PMZ has positioned itself to take advantage of unique investment opportunities globally within the mining and exploration sector.

Besides the Mary Harrison mine investment, it has also become an anchor stakeholder/investor in other major resource projects of various stages of exploration in Australia and the Americas. PMZ also has a mandate to directly invest in projects with potential for the discovery of metalliferous deposits, with a focus on gold and silver.

PMZ looks forward to providing shareholders with further updates in the coming months. Please do not hesitate to contact PMZ if you have any questions or require any further information.

Competent Person Statement

The information in this Document that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr David Hobby, consulting geologist to PMZ, who is a Member of The Australasian Institute of Mining and Metallurgy. Mr Hobby has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity which he is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Mr Hobby consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.

Forward Looking Statement

Certain statements made during or in connection with this document, including, and without limitation to those concerning current or historical exploration targets, upcoming exploration and the results of additional technical work and legal due diligence contain or comprise certain forward looking statements regarding PMZ'S exploration operations and results. Although PMZ believes that the expectations reflected in such forward looking statements are reasonable, no assurance can be given that such expectations will prove to have been correct. Accordingly, results could differ materially from those set out in the forward looking statements as a result of, among other factors, testing results, success of business and operating initiatives, changes in the regulatory environment and other government actions and operational risk management. Investors are cautioned that forward looking statements are not guarantees of future performance and accordingly investors are cautioned not to put undue reliance on forward looking statements due to the inherent uncertainty therein. PMZ undertakes no obligation to update publicly or release any revisions to these forward looking statements to reflect events or circumstances after today's date or to reflect the occurrence of anticipated events.