



9 March 2012

Company Announcements Officer
Australian Securities Exchange
2 The Esplanade
Perth WA 6000

NEX METALS EXPLORATIONS LTD

Shareholder Update

Nex Metals Explorations Ltd (Nex or the Company) is please to provide this shareholder update and advise that the first load of carbon containing gold has been sent for stripping with expectation that the first gold pour will happen the following week. Nex and Stone Resource s continue to work co-operatively to maintain production with ongoing improvements being made to the Brightstar Mill. Brightstar Mill was predominantly processing low grade with the high grade now being processed exclusively. Stock piling at both the Brightstar Mill and Nex high grade continue at a satisfactory rate.

Trucking between sites has also been maintained with the addition of 2 new trucks from Calin Haulage.



Photograph 1. Loading High Grade Ore from the Butterfly Pit. Geologists on the right being trained in spotting and controlling mining of ore to minimise mining dilution.



Photograph 2. Bottom of the Butterfly pit looking north-west towards the ramp. Red and green tape in the foreground delineates the ore and the yellow tape delineates the historic underground workings.



Photograph 3. Bottom of the Butterfly pit looking south-east. The darker material under the excavator bucket is high grade ore.

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Photograph 4. Bottom of Butterfly pit looking west showing blasted material and the power trough out from a design berm.



Photograph 5 High Grade ore from the Butterfly pit stockpiled ready for carting to Stone Resources Brightstar mill. Approximately 2,000t at 2.43g/t mined on the first day of ore production out of the pit.

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**For further details please contact:
www.nexmetals.com**

About Nex Metals Explorations Ltd

Nex Metals Explorations Ltd (ASX: NME) controls in excess of 300 square kilometres of prospective geology in the Kookynie area of Western Australia. These tenements overly Archaean-aged volcanic rocks (greenstone) recognised as a favourable host to gold deposits worldwide including the Kalgoorlie Super Pit, 160km south of the Kookynie Project. The Kookynie area has witnessed abundant historic gold production dating back to the late 1890's during the early mining years of the Goldfields. Nex has been able to amalgamate the land position into a large, near-contiguous parcel and in so doing established a very large database of previous work including some 16,000 drill holes and 50,000 soil samples. Nex has used this wealth of data to establish new, JORC-compliant resource estimations which currently total 22.38 million tonnes and 769,000 ounces of gold in 21 deposits.

Nex is currently focussed on the near-term toll milling of ore from the Butterfly Pit to generate swift cash flow. These funds will aid in the completion of the heap leach facility (currently under construction), refurbishment of the Orient Well carbon-in-leach mill and exploration/resource expansion drilling.

Responsibility Statement

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Rob L'Heureux, who is a Member of the Association of Professional Engineers, Geologists and Geophysicists of Alberta (Canada). Mr. L'Heureux M.Sc., P.Geol., who is a full time employee of APEX Geoscience Ltd., has sufficient experience which is relevant to the style of mineralisation and type of deposit under consideration and to the activity undertaken 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. L'Heureux consents to the inclusion in this report of the matters based on their information in the form and context in which it appears.