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Company Announcements Officer
Australian Securities Exchange
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Perth WA 6000

NEX METALS EXPLORATIONS LTD

Shareholder Update

Butterfly Pit Mining Progress Update

The Directors of Nex Metals Explorations Ltd (Nex or the Company) are pleased to provide this update for the mining and toll-milling of ore from Nex's Butterfly Pit, 170 kilometres north of Kalgoorlie, WA, and continuing evaluation of foreign mineral interests.

Butterfly Mining

Starting from the 400 metre RL level in February, Nex has completed mining high-grade ore from the 395m RL level and is currently preparing to mine from the 390m RL level for haulage to Stone Resources Australia Limited's Brightstar Mill (Brightstar). As at 18 April 2012, 53,261 tonnes of toll-milling ore has been mined with 31,039 tonnes transported to Brightstar (Table 1). The Butterfly mining and toll-milling plan comprises 186,000 tonnes averaging 2.55 g/t gold (see NME ASX announcement - 17 November 2011).

	High-Grade	Low-Grade	Waste	Waste	Total
Gold Grade	>1.5 g/t	1-1.5 g/t	0.5-1 g/t	<0.5 g/t	
Tonnes Mined	53,261	12,835	4,637	191,136	261,869

Low-grade ore and mineralised waste has been set aside during mining to be treated in Nex's Orient Well Mill upon refurbishment; these stocks currently comprise 12,835 tonnes of low-grade ore and 4,637 tonnes of mineralised waste (Table 1). The mineralised waste, low- and high-grade ore blocks modeled for mining were defined with gold grades of 0.5-1 g/t, 1-1.5 g/t and >1.5 g/t gold respectively.

Pit production is accomplished using a hired EX1200 Excavator, Nex's 3 CAT 777D dump trucks and various support vehicles - mining rates are averaging 4,183 tonnes per production day. Calin Haulage Pty Ltd provides triple trailer road trains for carting ore to Brightstar averaging 552 tonnes carted per production day.

Reverse circulation grade control drilling was completed in late-2011 to verify previous results and further refine the orebody model. These new data validated the historic exploration and grade control drilling. Grab sampling following blasting and again after transport from the pit is ongoing to ensure the highest grade blocks are sent for toll-milling. Results from these 182 samples to date yields an average of 3.4 g/t gold with assays capped to 20 g/t.

An independent metallurgist has been engaged on site at Brightstar to monitor and audit the processing of Nex ore, results of this work will be discussed in a forthcoming announcement.



**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.