Nex Metals Explorations Ltd

Address:	45 Guthrie St
	Osborne Park, WA, 6017
Postal:	PO Box 6731
	East Perth, WA, 6892, Australia
Phone:	61 8 9221 6813
Fax:	61 8 9221 3091
Email:	admin@nexmetals.com

ABN: 63 124 706 449

12 November 2019

The Company Announcements Officer
The Australian Securities Exchange
Level 40, 152-158 St Georges Terrace
Perth WA 6000

Proposed Convertible Note Conversion.

Dear Officer,

Nex Metals Explorations Ltd (Nex or the Company) is pleased to announce the proposed conversion of the current convertible note and accrued interest held by Cesuco Trading Limited (Cesuco) a wholly-owned subsidiary of MUI Properties Berhad (MUI) of Malaysia.

Is indicated in the September Quarterly report the Company has been working with Cesuco. To this end Cesuco has agreed to convert the outstanding Note of $1,500,000 with accrued interest of $272,506.85 to 1 November 2019. The terms are subject to Nex Shareholder approval and an Independent Experts Report as to the fair and reasonableness of the transaction for Shareholders. Once the independent experts report is completed a general meeting will be called. The terms contemplate the transaction to be completed within 3 months. The Note is priced at a 15-day VWAP with 20% discount for an issue price of $0.01338/share. Additional shares to be issued will total 132,474,353 or 40.73% of the enlarged share capital. With the conversion the existing debt will be eliminated from the Balance Sheet of the Company.

MUI Properties Berhad is a subsidiary of Malayan United Industries Berhad (MUI), a Malaysia-based conglomerate formed in 1960 and listed on Bursa Malaysia Securities Berhad. MUI's businesses include retail, hotel, property, food and financial services.

The Company welcomes the MUI Group as a partner of Nex (once approved by shareholders). In combination with the Metalicity Ltd (ASX:MCT) transaction announced on 4 May 2019, the Company believes that these are positive steps forward and will improve the Balance Sheet of the Company.

Yours Faithfully

Kenneth M Allen