



Ambershaw Metallurgy

AMBERSHAW METALLURGY INC

UPDATE ON PELLETS SAMPLE

August 31, 2017

Ambershaw Metallurgy Inc. (“Ambershaw” or “the Company”) is pleased to report on the progress of its pellet production program and its initial marketing efforts.

Pellet Production

As previously announced on our update note dated July 27, 2017, the Company is carrying out a program to produce DR-grade pellets and test the same ahead of distribution to potential customers in the North American. The Company has already produced over 0.45 tonnes of AMI premium DR-grade pellets and has commenced distribution to a selected group of leading, potential end-users for testing purposes. The pellets produced have the following specifications:

Fe	SiO₂+Al₂O₃	Binder
69.7%	2.1%	<0.5%

Quality control tests were undertaken at Legacy Hill Technologies’ laboratory. The facilities are located on the premises of the globally renowned Iron and Steel Research centre, the Materials Processing Institute (<http://www.mpiuk.com>) located in Teesside, England. The tests showed that AMI pellets pass all compressive strength, drop and RDI simulation tests required for pellets manufactured using traditional methods. The following table summarizes these results:

	Compressive Strength	Drop Test	RDI Simulation
AMI Pellet	6.3	>25	13.0
Target Parameter	Min 5.0	Min 6.0	<30.0

The AMI pellets were produced using a cold binding process which removes the need for large volumes of deleterious binding materials, which generally range from up to 2% Bentonite and up to 13% cement or molasses. As a result AMI briquettes and pellets contain less than 0.5% of harmless organic polymers. Thus, with low energy consumption and no harmful emissions, AMI's briquettes and pellets are a very environmentally friendly range of products.

Customer Acquisition

The Company, with the support of its Sales Agent, Gardner Dominion LLC, have initiated a customer outreach effort to test its end customers in North America. We have received significant interest on the part of a number of North American steel producers for our pellets, as well as for the supply of iron ore concentrate.

The production of iron ore concentrate is the first step in the creation of pellets. The significant interest we have received from North American steel producers for concentrate as well as for pellets gives the Company multiple income streams within the same mine plan and this is being actively evaluated.

About Ambershaw Metallics Inc.

Ambershaw Metallics Inc. is a private Canadian Company that is the 100% owner of the Bending Lake Project in North Western Ontario now renamed the AMI Project; it consists of approximately 50 square kilometres of mining patents and claims. The estimated resources of the project indicate 336 million tonnes of 30% Fe as per a NI 43-101 independent technical report completed on November 8, 2011.

About Gardner Dominion LLC

Gardner Dominion LLC is an American steel raw materials supplier with a sales and logistics network offering iron ore products, DRI scrap and scrap metal, to North American steel mills. Gardner Dominion was founded by James Gardner, a mining and resource professional with over 15 years of experience. Mr. Gardner has ample experience in steel raw materials trading and has a wide network of clients in the sector, both in North America and internationally. He has also participated in several mining projects in North and South America.

Interested parties are invited to visit Ambershaw's website at www.ambershaw.ca.

For further information, please contact:

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