

3 January 2014

ASX ANNOUNCEMENT

CLARIFICATION STATEMENT

On 31 December 2013, Argentina Mining Limited (**Argentina Mining** or the **Company**) (**ASX: AVK**) released to ASX an announcement titled **"Argentina Mining Ltd Completes Merger with Simba Minerals Ltd"**.

The Company wishes to clarify the statement made in that announcement which relates to resources and forms part of the second paragraph (following, in bold italics) under the heading **Immediate Future Activities/Exploration**:

"Simba is also currently finalizing the acquisition of a 99.95% interest in a gold deposit at Mabale Hills where high-grade gold results have been obtained in drilling. The Directors believe that further drilling at Mabale Hills and Mimbili has a high-potential to define JORC-compliant resources of a minimum of 250,000oz gold in Tanzania by end December 2014 and advancing at least one of the Argentine projects".

The Directors believe that the above statement may be misleading by implying that JORC-compliant resources amounting to 250,000oz gold have already been or are capable of being demonstrated at either or both of the two targets named, when such is not the case; only one of those two targets has been drilled, further evaluation of both is required and the outcome of any future work on both targets remains subject to all the normal and usual risks of mineral exploration.

The Directors regret any possible misunderstanding that may arise from the above statement and wish to reinforce that, as already stated in the Company's September 2013 Quarterly Report to ASX dated 31st October 2013 and the announcement to ASX regarding signing of the Merger Heads of Agreement with Simba Minerals, dated 17th October 2013, the Company plans to undertake a number of staged capital raisings to fund further exploration, with the object of discovering and/or developing a JORC-compliant resource of a minimum of 250,000oz gold in Tanzania by the end of December 2014 and advancing at least one of the Argentine projects.

- ENDS -

For further information, please contact:

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Competent Persons Statement

The information in this report relating to Exploration Results and Inferred Resources is based on information compiled by Mr Doug Bright, a Member of the Australasian Institute of Mining and Metallurgy and a Director of and geological consultant to Argentina Mining Limited; and Mr John Stockley, a Fellow of the Australasian Institute of Mining and Metallurgy, and a Director of Argentina Mining Limited.

Mr Bright and Mr Stockley have sufficient experience relevant to the style of mineralisation and type of deposits under consideration and to the activity being undertaken to qualify as Competent Persons as defined in the 2012 Edition of the 'Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves.' Mr Bright and Mr Stockley consent to the inclusion in this report of the matters based on their information in the form and context in which it appears.