



Almonty Announces Completion and Receipt of Basic Engineering Work for the Sangdong Processing Plant by Metso

TORONTO--(BUSINESS WIRE)—May 19, 2020—Almonty Industries Inc. (TSX:AII) (“Almonty”) announces the completion and delivery of the basic engineering work by Metso Corporation (“Metso”) (Europe) for the crushing and grinding units of the processing plant of Almonty Korea Tungsten (“AKT”), Almonty’s wholly-owned subsidiary in South Korea, on the 15th of May, 2020. This engineering work is now under review by the Almonty technical team and is expected to be approved within two weeks.

The overall process flowsheet with process mass balance, equipment list, plant layout drawings, process control philosophy, control diagrams and general technical information were provided after five months of extensive work by Metso, the world’s leading manufacturer of mining equipment, in collaboration with Almonty’s technical team.

Ore characterization tests on drop weight, bond mill work index, abrasion and crushability were conducted at the Metso laboratories during 2019 and 2020 in order to determine the physical properties, mineral liberation and comminution indices of the ore, which were used as the basis for the design criteria of the equipment for the Sangdong processing plant.

The Metso equipment selected for the Basic Engineering is from the World Class Product range which provides for high availability and low operational costs.

Almonty’s Chairman, President and CEO Lewis Black said:

“We appreciate Metso and its specialized professionals for their intensive work and dedication in the past months to produce this meaningful basic engineering output, turning its second-to-none experience and expertise in the mining field to the most optimum design criteria for the equipment and process of the Sangdong plant.

Despite the hardship set by COVID-19, the timely delivery of Metso’s basic engineering work on these critical processing units and long-lead items, such as crushers and mills, will enable Almonty to meet the critical path timeline of the Sangdong Project as proposed for the KfW-IBEX Bank project financing.

The comprehensive and thorough basic engineering work produced by Metso will surely serve as the basis of attaining the performance criteria of the plant guaranteed by Metso.”

About Almonty

The principal business of Toronto, Canada-based Almonty Industries Inc. is the mining, processing and shipping of tungsten concentrate from its Los Santos mine in western Spain and its Panasqueira mine in Portugal as well as the development of its Sangdong tungsten mine in Gangwon Province, South Korea and the development of the Valtreixal tin/tungsten project in north western Spain. The Los Santos mine was acquired by Almonty in September 2011 and is located approximately 50 kilometres from Salamanca in western Spain and produces tungsten concentrate. The Panasqueira mine, which has been

in production since 1896, located approximately 260 kilometres northeast of Lisbon, Portugal, was acquired in January 2016 and produces tungsten concentrate. The Sangdong mine, which was historically one of the largest tungsten mines in the world and one of the few long-life, high-grade tungsten deposits outside of China, was acquired in September 2015 through the acquisition of a 100% interest in Woulfe Mining Corp. Almonty owns 100% of the Valtreixal tin-tungsten project in north-western Spain. Further information about Almonty's activities may be found at www.almonty.com and under Almonty's SEDAR profile at www.sedar.com.

For further information, please contact:

Almonty

Lewis Black

Chairman, President and CEO

Telephone: +1 647 438-9766

Email: lewis.black@almonty.com

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obtain and maintain necessary permits, the ability of Almonty to comply with applicable laws, regulations and permitting requirements, lack of suitable infrastructure and employees to support Almonty's mining operations, uncertainty in the accuracy of mineral reserves and mineral resources estimates, production estimates from Almonty's mining operations, inability to replace and expand mineral reserves, uncertainties related to title and indigenous rights with respect to mineral properties owned directly or indirectly by Almonty, the ability of Almonty to obtain adequate financing, the ability of Almonty to complete permitting, construction, development and expansion, challenges related to global financial conditions, risks related to future sales or issuance of equity securities, differences in the interpretation or application of tax laws and regulations or accounting policies and rules and acceptance of the TSX of the listing of Almonty shares on the TSX.

Forward-looking statements are based on assumptions management believes to be reasonable, including but not limited to, no material adverse change in the market price of ammonium paratungstate, the continuing ability to fund or obtain funding for outstanding commitments, expectations regarding the resolution of legal and tax matters, no negative change to applicable laws, the ability to secure local contractors, employees and assistance as and when required and on reasonable terms, and such other assumptions and factors as are set out herein. Although Almonty has attempted to identify important factors that could cause actual results, level of activity, performance or achievements to differ materially from those contained in forward-looking statements, there may be other factors that cause results, level of activity, performance or achievements not to be as anticipated, estimated or intended. There can be no assurance that forward-looking statements will prove to be accurate and even if events or results described in the forward-looking statements are realized or substantially realized, there can be no assurance that they will have the expected consequences to, or effects on, Almonty. Accordingly, readers should not place undue reliance on forward-looking statements and are cautioned that actual outcomes may vary.

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Almonty has also assumed that material factors will not cause any forward-looking statements and information to differ materially from actual results or events. However, the list of these factors is not exhaustive and is subject to change and there can be no assurance that such assumptions will reflect the actual outcome of such items or factors.

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