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**ALMONTY ANNOUNCES IT HAS RECEIVED THE FINAL PERMITS FOR THE
CONSTRUCTION OF ITS SANGDONG MINE AND HAS EXERCISED ITS OPTION
TO ACQUIRE 100% CONTROL OF THE VALTREIXAL PROJECT**

Toronto January 9, 2017. Almonty Industries Inc. (TSX-V:AII) (“Almonty”) announces that it has received the final surface permit in respect of its Sangdong Mine that now enables it to begin construction of the processing plant and the road and river diversion. The project is now fully permitted and the EPC contract expected to be signed within the next 4 weeks.

Almonty also announces that it has exercised its option on the Valtreixal Project in Spain and now owns 100% of the project. Almonty acquired the remaining 49% through a series of payments to Siemcalca that totalled Euro 1.5 million, having negotiated a Euro 750,000 reduction on the final price. Almonty now owns 100% of the Valtreixal Project and continues to work on project development with a view to being in a position to bring the project on-line when market conditions warrant.

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

“Obtaining the final permits ahead of schedule will enable Almonty to begin construction of the Sangdong mine as soon as funding has been finalized. We continue to work with our banks and an industry participant on the final funding package for the build-out of Sangdong and will update the market once the agreements have been finalized. We are still anticipating a commission date of Q1 2018.

Acquiring control of 100% of the Valtreixal Project further cements Almonty’s position as the leading producer of tungsten concentrate outside of China. We anticipate that the Valtreixal Project will have a lower cost of production than that of our Los Santos Mine which already operates at a lower cost than any non-by-product western tungsten mine, enabling Almonty to benefit further from a recovering market demand for tungsten concentrate. We are currently in the permitting stage and anticipate receiving all necessary approvals in calendar 2017.

We also continue to discuss with our customers an expansion of our current fixed priced contracts for 2017, as we believe current industry contract concentrate pricing as priced off spot APT, to be completely artificial given the appreciation we have seen in other industrial metals along with that of tungsten scrap, used alongside concentrate, which is pricing some 30% above concentrate pricing and is valued at the same price as APT, the downstream product.”

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, its Wolfram Camp Mine in north Queensland, Australia and its Panasqueira mine in Portugal as well as the development of the Sangdong tungsten mine in Gangwon Province, Korea and 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 Wolfram Camp Mine was acquired by Almonty in September 2014 and is located approximately 130 kilometres west of Cairns in northern Queensland, Australia and has produced tungsten and molybdenum concentrate, although the Wolfram Camp Mine is not currently producing due to ongoing refurbishment of the processing plant. The Panasqueira mine, which has been in production since 1896, is 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 profile at www.sedar.com.

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When used in this press release, the words "estimate", "project", "belief", "anticipate", "intend", "expect", "plan", "predict", "may" or "should" and the negative of these words or such variations thereon or comparable terminology are intended to identify forward-looking statements and information. This press release contains forward-looking statements and information including, without limitation the expected signing of an EPC contract, beginning construction of the processing plant, river and road; being able to obtain a funding package for construction at the Sangdong mine; anticipating a commissioning date of Q1 2018, cements Almonty's position as the leading producer outside of China, the ability to achieve a cost structure for the Valtreixal Project that is lower than that of the Los Santos Mine, the ability to benefit further from the recovery in market demand for tungsten concentrate, anticipate receiving all permits for the Valtreixal Project in 2017, and, an expansion of our fixed price contracts for 2017. These statements and information are based on management's beliefs, estimates and opinions on the date that statements are made and reflect Almonty's current expectations.

Forward-looking statements are subject to known and unknown risks, uncertainties and other factors that may cause the actual results, level of activity, performance or achievements of Almonty to be materially different from those expressed or implied by such forward-looking statements, including but not limited to: any specific risks relating to fluctuations in the price of ammonium para tungstate ("APT") from which the sale price of Almonty's tungsten concentrate is derived, actual results of mining and exploration activities, environmental, economic and political risks of the jurisdictions in which Almonty's operations are located and changes in project parameters as plans continue to be refined, forecasts and assessments relating to Almonty's business, credit and liquidity risks, hedging risk, competition in the mining industry, risks related to the market price of Almonty's shares, the ability of Almonty to retain key management employees or procure the services of skilled and experienced personnel, risks related to claims and legal proceedings against Almonty and any of its operating mines, risks relating to unknown defects and impairments, risks related to the adequacy of internal control over financial reporting, risks related to governmental regulations, including environmental regulations, risks related to international operations of Almonty, risks relating to exploration, development and operations at Almonty's tungsten mines, the ability of Almonty to 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-V of the listing of Almonty shares on the TSX-V.

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 para tungstate (APT), 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.

Investors are cautioned against attributing undue certainty to forward-looking statements. Almonty cautions that the foregoing list of material factors is not exhaustive. When relying on Almonty's forward-looking statements and information to make decisions, investors and others should carefully consider the foregoing factors and other uncertainties and potential events.

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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