



HMZ provides Corporate Update, announces final closing of Private Placement

TORONTO, CANADA, July 11, 2006 – HMZ Metals Inc. (“HMZ” or the “Company”) provides bi-weekly update pursuant to the Management Cease Trade Order announced April 18, 2006.

The Company announced that Kerry Smith, President of the Company, is currently in China and together with recent Advisory Committee appointees, John Kwong and John Gruetzner is reviewing the next stage of the Company’s development.

The Company also announced that it raised an additional \$298,000 pursuant to the final Closing of its previously announced \$600,000 non-brokered Unit private placement. The Units are priced at \$0.075 each and consist of one common share and one-half common share purchase warrant exercisable at \$0.10 per common share for the first twelve months after Closing and exercisable at \$0.15 per common share during the second twelve months after Closing. A finders fee equal to 8% of cash raised and warrants to purchase common shares equal to 10% of the number of Units placed is payable under the Offering. Proceeds from the financing will be used to fund working capital requirements as well as due diligence costs associated with the review of new project opportunities.

For more information visit www.hmzmetals.com or call Kerry Smith at 416-214-3270