

Circular to Shareholders

Matrix Metals Limited (Administrators Appointed) (Receivers and Managers Appointed) ("the Company") ACN 082 593 235

Revocation of approval of ordinary fully paid shares of the Company ("the Shares")

At the date of our appointment as Administrators (11 November 2008) trading in the Shares in the Company had already been voluntarily suspended on the Australian Stock Exchange ("ASX"). As this suspension continued for 60 business days the ASX Transfer and Settlement Corporation (ASTC) has revoked approval of Shares. Consequently, the Shares have been removed from CHESSE Subregister and are now issuer sponsored shares.

The revocation of approval has no effect on the listed status of the Shares. The Shares are now controlled by the share registry (instead of by a broker) and cannot be traded on the ASX unless and until they are transferred back to a CHESSE sponsored account. This will only happen if the Company is successfully restructured.

At this time the Administrators are continuing to deal with parties who are interested in either purchasing certain assets of or restructuring the Company.

Further Information

As previously advised, further information appraising you of developments in the Administration, will be provided to shareholders upon the earlier of circumstances arising that enables me to provide details of a restructure or recapitalisation; to make a tax declaration; or just prior to the end of the financial year to apprise you of developments since the Administrators' appointment.

Should you require any further information on the Administration, please note that updates will be placed on the Matrix Metals website www.matrixmetals.com.au from time to time.

Further explanatory information for shareholders may also be found in the ASIC insolvency information sheet available from their website at www.asic.gov.au/insolvencyinfosheets.



Vincent Smith
Administrator
Matrix Metals Limited
(Administrators Appointed) (Receivers and Managers Appointed)

12 March 2009