

16 September 2005

Manager Company Announcements
Company Announcements Office
Australian Stock Exchange Limited
Level 10, 20 Bond Street
SYDNEY NSW 2000



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Dear Sir,

ANNOUNCEMENT

Clarification to ASX Announcement of 15 September 2005 titled:

“Major Resource Drilling Program Commences at White Range Targets: McCabe, Leonie and Vulcan Resource”

Matrix stated in the release of 15 September 2005, “Drilling programs at McCabe completed during 2005 have confirmed the plus 5 million tonne leachable copper resource potential of the deposit”.

This statement considers the following;

1. Significant and widespread drill intercepts were reported from McCabe on 12 July 2005, which upon inclusion into a new resource estimate are likely to increase the size of the existing resource.
2. Geological mapping has documented breccia horizons containing visible signs of copper significant distances directly along strike of the drilled resource horizon.
3. Soil sampling has documented copper and gold anomalies over an a large area at McCabe extending a further 500 metres to the north, 800 metres to the south and 1,500 metres to the east. This anomalism is consistent with mapped geological features and drilled copper mineralisation.

The existing resource area, the drill extended mineralisation and the zones of copper in soils anomalism are detailed in Figure 1.

4. The current resource at McCabe is 240,000 tonnes at 1.35% Cu in the Measured Category, 320,000 tonnes at 1.17 % Cu in the Indicated Category and 160,000 tonnes at 1.20% Cu in the Inferred Category, for a total of 720,000 tonnes at 1.24% Cu (0.8 % Cut off).

These considerations lead to the conclusion that a likely target range of the leachable tonnes of copper mineralisation is somewhere between 4 and 10 million tonnes.

Matrix advises the following amended statement:

“Given the existence of the current resource at McCabe, the significant drill intercepts reported on 12 July 2005 (which are not currently included in the published resource estimate), the evidence from soil sampling and geological mapping of anomalism related to the drilled mineralisation which extend a further 500 metres to the north, 800 metres to the south and 1,500 metres to the east, the Company considers that a likely target range of leachable tonnes of copper mineralisation at McCabe is somewhere between 4 and 10 million tonnes.”

The potential quantity of tonnes is conceptual in nature and there has been insufficient exploration at McCabe to define a Mineral Resource (greater than the 720,000 tonnes at 1.24% Cu (0.8 % Cut off) referred to in point 4 above) and it is uncertain if further exploration will result in determination of a Mineral Resource of the above magnitude.

Vulcan Resource Categories

Matrix also stated in the release “that the resource estimate for Vulcan is 458,000t @ 1.08% copper”.

Matrix advises that the resource estimate is categorised as per the table below:

Vulcan Resource Categorisation

<i>Category</i>	<i>Tonnes</i>	<i>% Cu</i>
<i>Indicated</i>	<i>340,000</i>	<i>1.16</i>
<i>Inferred</i>	<i>118,000</i>	<i>0.82</i>
<i>Total</i>	<i>458,000</i>	<i>1.08</i>

Yours Faithfully



Andrew Chapman
Managing Director

The information in this report that relates to Exploration Results, Mineral Resources or Ore Reserves is based on information compiled by Mr Bob Dennis. Mr Bob Dennis is a Member of the Australasian Institute of Mining and Metallurgy and is a full-time employee of the Company. Mr Dennis has sufficient experience which is relevant to the style of mineralisation and the type of deposit under consideration and to the activity which they is undertaking to qualify as a Competent Person as defined in the 2004 Edition of the “Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves, the JORC Code”. Mr Dennis consents to the inclusion in the report of the matters based on information in the form and context in which it appears.

Figure 1
McCabe Deposit ~ Existing Resource Area, Drill Extended Mineralisation & Copper in Soil Anomaly

