

29 November 2006



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

**MATRIX METALS**  
LIMITED

ABN 42 082 593 235

**Electronic delivery**  
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Dear Sir,

### **ANNOUNCEMENT**

# **Matrix Secures Joint Venture on Strategic Tenements Adjacent to McCabe Deposit**

Matrix Metals Limited is pleased to announce that it has secured rights to earn a 70% joint venture equity position in a tenement block that adjoins Matrix's McCabe deposit and the highly prospective Sierra Line of mineralisation. The joint venture has been formed with Goldstar Resources NL who currently holds joint venture rights to the tenements.

The tenements subject to the joint venture are EPM 13625 and EPM 13922, refer Figure 1, with the following terms and conditions to apply:

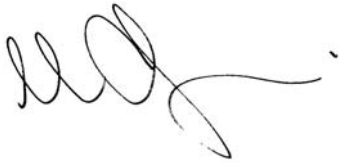
- Matrix to spend \$350,000 within two years to earn a 51% equity position in the tenements.
- Matrix to spend a further \$350,000 within 5 years to earn a total 70% equity position in the tenements.
- Matrix will be the Manager of the Joint Venture.

Matrix considers the tenements highly prospective for copper and gold mineralisation. Importantly, the tenements are adjacent to the McCabe deposit (the subject of a joint venture with Xstrata Copper) and directly west of the block of tenements that run to the north of McCabe known as the Sierra Line (Refer Figure 1 for location details). Matrix has identified this area as being highly prospective for copper, gold and uranium mineralisation and is currently actively exploring this area.

The tenements include an extensive area of historic gold and copper workings from prospects known as Southern Cross and Black Fort. These prospects are hosted in the regionally strongly copper anomalous Overhang, Jaspilite and Mitakoodi Quartzite geological sequence, which are the same mapped units that host Cudoco Limited's Cloncurry mineralisation.

The new joint venture with Goldstar is part of Matrix's continuing consolidation efforts in respect of the area south of Cloncurry, while offering immediate new exploration targets which compliment the Company's current efforts at McCabe and along the Sierra Line of mineralisation.

Yours Faithfully

A handwritten signature in black ink, appearing to read 'A. Chapman', with a long horizontal flourish extending to the right.

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 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 he 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**  
**Matrix/Goldstar Joint Venture Area**

