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Manager Company Announcements
Company Announcements Office
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First Copper Cathode arrives in Townsville for Sale to Glencore

- Copper cathode production from Mt Watson ore has commenced
- Copper cathode has been delivered to Townsville for sale to Glencore
- Commissioning of crushing operations nears completion
- Mined grades and widths are consistent with the resource model

Leichhardt Copper Production Update

The Leichhardt operation has commenced production of copper cathode at the Mt Cuthbert processing plant using copper extracted from the Mt Watson resource. Approximately half of current production comes from previously stacked ore, however, the contribution from the new Mt Watson pit resource will increase as a proportion of total production while ramping up to full production continues according to schedule.

In addition to the 30 tonnes of copper cathode stripped in June, another 135 tonnes has been stripped so far this month, with an additional 80 tonnes expected to be stripped by month's end, for aggregate July production of copper cathode in the order of 215 tonnes.

Copper Cathode Delivered to Townsville for Sale

A total of 140 tonnes of copper has been transported from the Mt Cuthbert processing plant and has been delivered in Townsville for sale to Glencore International AG, in accordance with the offtake agreement between Matrix and Glencore. Revenue of approximately A\$1.3 million is expected to be received by Matrix during the first week of August 2007.

Ramp up of Production

Commissioning of the crushing and stacking circuit will continue next month, to date 32,000 tonnes of ore has been stacked. While commissioning, ore will continue to be stacked onto the leach pads.

The ramp up of output will continue as planned through to October 2007, by which time we expect to be operating at full production rate.

Photo of 72 tonnes of Copper Cathode loaded on a triple road-train for transport to Townsville



Photo of new Mt Watson ore stacked at Mt Cuthbert



Yours Faithfully

A handwritten signature in black ink, appearing to read "S McBride".

Shane McBride
Managing Director