

9 June 2004

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



ABN 42 082 593 235

Electronic delivery
No of pages: 5

Dear Sir,

ANNOUNCEMENT

Additional Positive Oxide Copper Intersections at Mt Watson

Matrix Metals Limited is pleased to announce results from the ongoing reverse circulation (RC) drilling program at the Mt Watson deposit.

The results reported complete the 5,000 metre program commenced in March 2004 as well as reporting initial results from an additional 5,500 metre extension to the program now underway.

Intersections reported include the following:

<u>Hole ID</u>	<u>Intercept</u>
MWRC168	8m @ 2.03 % Cu from 11m
including	3m @ 3.29 % Cu from 15m
and	6m @ 1.31 % Cu from 32m
and	10m @ 1.10 % Cu from 77 m
and	25m @ 1.02 % Cu from 97 m
MWRC167	42m @ 1.04 % Cu from 90m
including	12m @ 1.46 % Cu from 115m
MWRC165	29m @ 1.39 % Cu from 152m*
including	9m @ 2.31 % Cu from 168m*
MWRC163	22m @ 0.85 % Cu from 130m
including	7m @ 1.34 % Cu from 130m
MWRC162	18m @ 0.90 % Cu from 162m*
MWRC161	20m @ 1.48 % Cu from 117m
including	5m @ 2.43 % Cu from 120m
MWRC148	12m @ 1.04 % Cu from 38m
and	6m @ 1.05 % Cu from 58m

* Confirmed primary sulphide mineralisation

These results have further extended the oxide copper mineralisation in the Western, Central and Eastern Zones.

As announced to the ASX on 14 May 2004, the primary zone mineralisation has also been extended with strong chalcopyrite mineralisation reported in drill-holes MWRC 162 and 165.

Resource Re-estimation

Upon completion of the current 5,500 metre RC program, the Mt Watson oxide copper resource will be re-estimated. (The last resource estimate was released in January 2004).

Ongoing Oxide Drilling Program at Mt Watson & Mt Earl

Since the commencement of the last phase of drilling at Mt Watson in December 2003, a total of 15,000 metres of RC drilling has been drilled/committed, including the latest 5,500 metre program.

It is planned that further extension and infill drilling in the oxide zone will continue at Mt Watson, concurrent with and beyond the resource re-estimation.

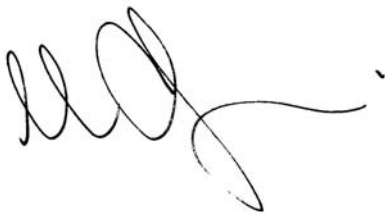
In addition, RC drilling is also planned to proceed in the oxide copper zone at the highly prospective Mt Earl prospect.

Primary Sulphide Zone Drilling

In addition to the ongoing oxide programs, deeper diamond core drilling continues at Mt Watson, testing the primary sulphide zone identified by drill-hole MWRC130. Results from this program are pending. This program has now been extended to the west to test the extension to the primary sulphide zone mineralisation confirmed by drill-holes MWRC 162 and 165.

Full assay details for the RC drilling are presented in **Table 1**, with drill-hole locations detailed in **Table 2**.

Yours Faithfully



Andrew Chapman
Chief Executive Officer

The information in this report that relates to Mineral Resources and 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 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 1999 edition of the "Australasian Code for Reporting of Mineral Resources and Ore Reserves. Mr Dennis, consents to the inclusion in the report of the matters based on information in the form and context in which it appears.



MATRIX METALS
LIMITED

Table 1
Mt Watson Deposit
March to June 2004 RC Drilling
Details of Copper Intersections
(cut-off of 0.5% Cu, including up to 2m internal dilution)

Hole No	Intersection					
MWRC134		3	m @	1.00	% Cu	from 79m
MWRC136		20	m @	0.56	% Cu	from 61m
	and	1	m @	0.57	% Cu	from 108m
	and	1	m @	0.53	% Cu	from 111m
	and	1	m @	0.54	% Cu	from 115m
	and	1	m @	0.53	% Cu	from 134m
	and	5	m @	0.53	% Cu	from 138m
MWRC137		1	m @	0.70	% Cu	from 116m
	and	4	m @	1.15	% Cu	from 125m
	and	10	m @	0.60	% Cu	from 132m
MWRC139		1	m @	0.63	% Cu	from 54m
	and	2	m @	2.57	% Cu	from 81m
MWRC140		4	m @	0.83	% Cu	from 19m
	and	2	m @	0.65	% Cu	from 31m
MWRC147		3	m @	0.61	% Cu	from 19m
	and	2	m @	0.83	% Cu	from 31m
	and	1	m @	0.72	% Cu	from 42m
	and	5	m @	0.74	% Cu	from 46m
	and	2	m @	0.79	% Cu	from 53m
MWRC148		12	m @	1.04	% Cu	from 38m
	including	3	m @	1.70	% Cu	from 46m
	and	6	m @	1.05	% Cu	from 58m
	and	1	m @	0.92	% Cu	from 69m
	and	1	m @	0.86	% Cu	from 81m
	and	1	m @	0.64	% Cu	from 85m
	and	1	m @	0.77	% Cu	from 100m
	and	1	m @	0.64	% Cu	from 125m
MWRC151		4	m @	0.53	% Cu	from 119m
	and	1	m @	0.56	% Cu	from 127m
MWRC152		2	m @	0.70	% Cu	from 57m
	and	12	m @	0.90	% Cu	from 85m
	including	2	m @	1.65	%Cu	from 94m
	and	22	m @	0.79	% Cu	from 100m
	including	4	m @	1.42	% Cu	from 102m
MWRC153		2	m @	0.69	% Cu	from 46m
	and	4	m @	0.60	% Cu	from 120m
MWRC154		1	m @	0.79	% Cu	from 79m
MWRC157		1	m @	1.97	% Cu	from 151m
MWRC158		2	m @	0.56	% Cu	from 62m
MWRC160		3	m @	2.32	% Cu	from 37m

	and	1	m @	0.83	% Cu	from 57m
	and	1	m @	0.72	% Cu	from 84m
	and	1	m @	0.86	% Cu	from 101m
MWRC161		2	m @	0.69	% Cu	from 85m
	and	1	m @	0.68	% Cu	from 107m
	and	20	m @	1.48	% Cu	from 117m
	including	5	m @	2.43	% Cu	from 120m
	and	4	m @	0.94	% Cu	from 140m
*MWRC162		1	m @	0.90	% Cu	from 129m
	and	18	m @	0.90	% Cu	from 162m
MWRC163		5	m @	0.59	% Cu	from 119m
	and	22	m @	0.85	% Cu	from 130m
	including	7	m @	1.34	% Cu	from 130m
MWRC164		6	m @	0.63	% Cu	from 66m
	and	3	m @	0.73	% Cu	from 88m
	and	3	m @	0.63	% Cu	from 103m
*MWRC165		3	m @	0.77	% Cu	from 83m
	and	3	m @	1.00	% Cu	from 90m
	and	29	m @	1.39	% Cu	from 152m
	including	9	m @	2.31	% Cu	from 168m
MWRC166		2	m @	1.01	% Cu	from 76m
	and	1	m @	1.15	% Cu	from 88m
	and	1	m @	0.50	% Cu	from 92m
	and	11	m @	0.57	% Cu	from 98m
	and	17	m @	0.52	% Cu	from 112m
	and	1	m @	0.59	% Cu	from 120m
MWRC167		3	m @	0.68	% Cu	from 22m
	and	4	m @	0.79	% Cu	from 30m
	and	4	m @	0.83	% Cu	from 56m
	and	2	m @	1.51	% Cu	from 64m
	and	42	m @	1.04	% Cu	from 90m
	including	12	m @	1.46	% Cu	from 115m
MWRC168		8	m @	2.03	% Cu	from 11m
	including	3	m @	3.29	% Cu	from 15m
	and	6	m @	1.31	% Cu	from 32m
	and	10	m @	1.10	% Cu	from 77m
	and	25	m @	1.02	% Cu	from 97m
	including	7	m @	1.85	% Cu	from 104m
	and	13	m @	0.81	% Cu	from 146m
	including	5	m @	1.06	% Cu	from 150m
MWRC169		6	m @	0.89	% Cu	from 18m
	and	3	m @	0.88	% Cu	from 40m
	and	3	m @	0.69	% Cu	from 51m

* Confirmed primary sulphide mineralisation

Table 2
Mt Watson Deposit
March to June 2004 RC Drilling
Drill Hole Details and Location

Hole No	Northing	Easting	RL	Dip	Azimuth (mag)	Hole Depth (m)
MWRC134	4974.5	8999.9	264.9	-70	198.3	135
MWRC135	5084.6	9699.6	284.6	-80	198.3	153
MWRC136	5062.3	9600.2	281.6	-70	198.3	145
MWRC137	5135.9	9797.0	291.4	-75	198.3	157.5
MWRC138	5127.9	9897.5	269.6	-70	198.3	159
MWRC139	5085.3	10000.0	278.0	-75	198.3	171
MWRC140	5011.4	11025.7	255.5	-60	018.3	105
MWRC141	5026.2	10874.2	260.3	-60	018.3	111
MWRC142	4799.1	10748.4	264.2	-70	198.3	105
MWRC143	4767.6	10750.3	265.7	-70	198.3	75
MWRC144	5199.6	10712.9	268.5	-60	108.3	105
MWRC145	4942.8	10600.2	293.1	-70	198.3	159
MWRC146	4861.4	10600.5	281.7	-60	198.3	117
MWRC147	4874.6	10500.8	274.3	-60	198.3	99
MWRC148	4902.0	10500.7	281.0	-70	198.3	129
MWRC149	4860.4	10650.8	272.6	-60	198.3	99
MWRC150	4907.2	10650.2	278.8	-70	198.3	117
MWRC151	4906.9	10598.7	289.5	-70	198.3	129
MWRC152	4938.0	10501.8	297.5	-70	198.3	177
MWRC153	4944.9	10400.0	269.8	-70	198.3	123
MWRC154	4964.1	10301.5	268.4	-70	198.3	135
MWRC155	5002.8	10200.0	269.4	-70	198.3	123
MWRC156	4911.2	8899.9	275.1	-70	198.3	123
MWRC157	4960.6	8899.8	283.6	-70	198.3	153
MWRCD01	5090.8	9456.1	282.7	-70	198.3	182.6
MWRC158	5076.8	10097.7	284.1	-70	198.3	159
MWRC159	5029.8	10300.4	287.3	-70	198.3	159
MWRC160	5001.2	10000.9	276.0	-65	198.3	105
MWRC161	4977.3	9050.0	277.2	-70	198.3	153
MWRC162	5042.2	9100.0	289.7	-70	198.3	183
MWRC163	5023.7	9149.5	292.3	-70	198.3	165
MWRC164	5027.9	9250.9	292.8	-70	198.3	123
MWRC165	5064.8	9347.9	290.7	-70	198.3	183
MWRC166	5085.0	9550.0	293.4	-70	198.3	149
MWRC167	5036.1	9400.0	268.0	-75	198.3	147
MWRC168	5035.0	9450.0	263.6	-75	198.3	165
MWRC169	5053.0	9750.0	264.8	-70	198.3	105

END