

31 January 2005

Manager Company Announcements
Company Announcements Office
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SYDNEY NSW 2000



ABN 42 082 593 235

Electronic delivery
No of pages: 2

White Range Copper Project Program to Delineate Additional Resources Underway

Matrix Metals Limited is pleased to announce the commencement of a resource delineation program designed to augment the existing resource inventory at the White Range Project (Project) to allow the Project to progress through to the development phase.

Exploration in the past two years has confirmed the potential to both extend the resources at the existing deposits that comprise the Project and for the delineation of additional resources at a range of new prospects. These new prospects are located within the immediate vicinity of the Greenmount Deposit, where the Project's processing facility is planned to be located.

The work programs targeting the delineation of additional resources comprise the following:

- Quantification of the previously identified resource growth potential at the existing Vulcan, Greenmount, McCabe and the Kuridala Deposits.
- Quantification of the resource potential at the identified mineralised prospects in the immediate vicinity of Greenmount. These prospects are typically outcropping zones of mineralisation and include the Leonie, Expectation, Speculation, Desolation and Pete's prospects.
- Following up on very recent successful exploration work in the immediate vicinity of Greenmount, in both areas of outcrop and shallow cover. At one of these new prospects, known as Leopold, located 1.2 kilometres east of Greenmount, extensive visible copper mineralisation has been identified in an outcropping area untested by drilling to date. The recent work has also identified new areas of high copper and gold anomalism over extensive areas of shallow

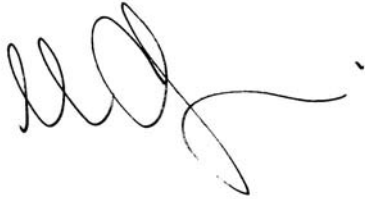
cover (1 to 2metres), again previously untested. In addition, a number of prospective structural targets, similar to Greenmount, have been confirmed in the area.

The Company believes that a concerted and focused work program in these areas has a high probability of delineating additional resources that will move to addressing the economic issues currently impacting on the Project. This program is underway.

The Company has also identified a range of other areas of Project optimisation to be evaluated. Work on these areas of optimisation is underway and include mining and geotechnical parameters, capital and operating costs and copper price protection strategies.

Further, the Company will commence economic modelling of the projected results of the resource delineation and optimisation work programs to allow the outcomes to be modelled and their respective impacts on the Project economics to be quantified.

Yours Faithfully
Andrew Chapman

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

Managing Director