

26 March 2003

## Speculative Buy

### ASX Code

MRX

### Share Price

\$0.036

### Market Cap

\$ 10.6 m

### Issued Capital (fully diluted)

294.4 m shares

### Cash (as at 31 Dec 2002)

\$3.5 m

### Total Debt

\$0.14 m

### Average Daily Turnover

0.81 m shares

### Valuation

n/a

### Management

 Mr David James Humann (Chairman)  
 Mr Andrew P Chapman (MD & CEO)

### Top Two Shareholders

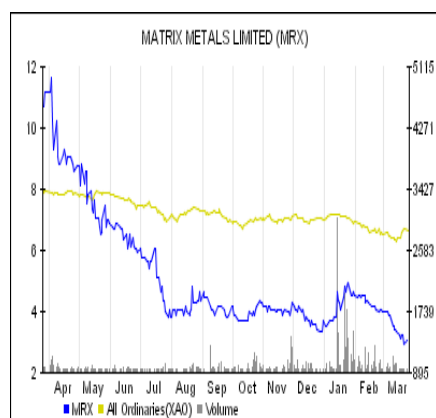
 Summo Minerals Corporation (8.4%)  
 Andrew Chapman (0.7%)

### Analyst

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 Assisted by  
 Simon Tonkin

## Share Price Performance



## Matrix Metals Limited

### Significant Resource Upgrade of the Greenmount Deposit

The leachable resource at Greenmount has increased by 80% to 7.3 million tonnes which is an increase in contained leachable copper from 40,000 to 71,600 tonnes.

### Highlights

- Both the size and tenor of the leachable resource at Greenmount have been tested. Leachable mineralisation commences at surface and now continues down to a depth of at least 150 m
- The leachable resource has increased from 4 to 7.3 million tonnes, an increase of over 80%

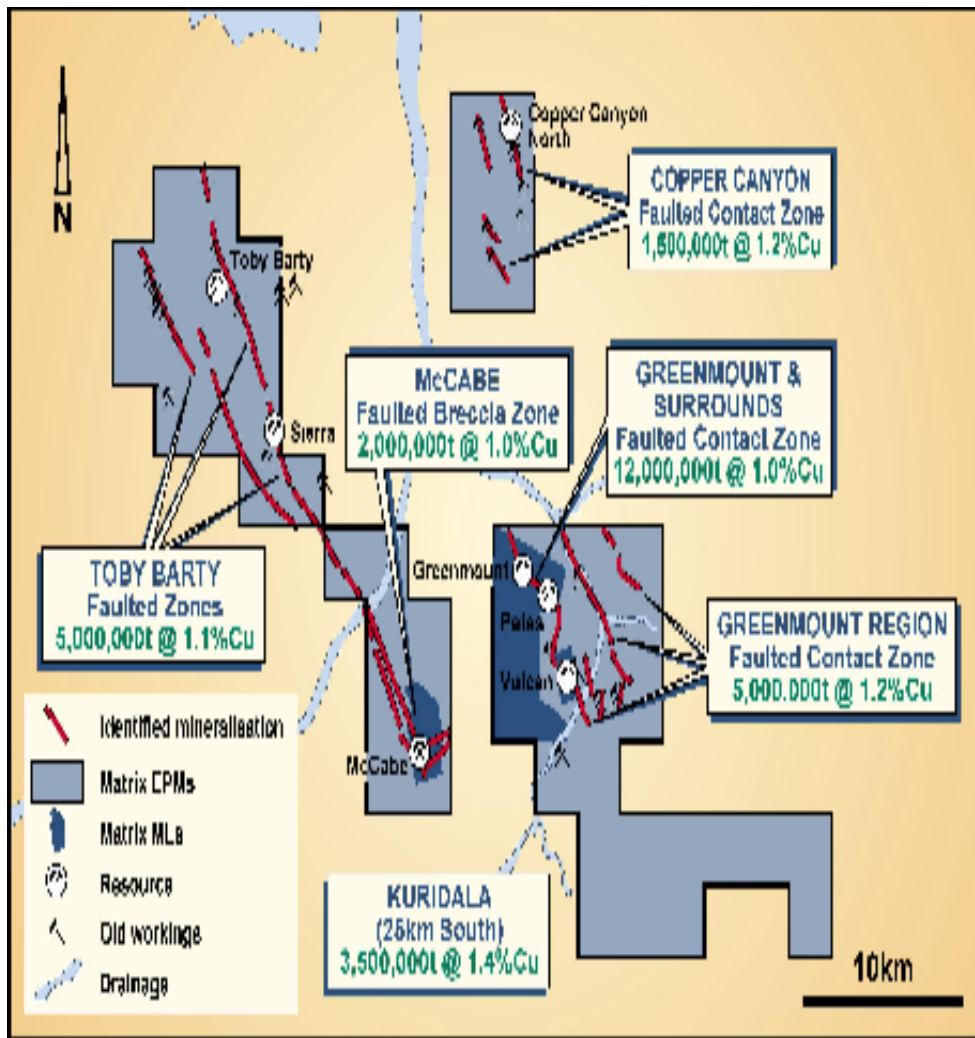
### Further Comment

- The drilling programme and recently completed resource upgrade calculations successfully confirmed the strong continuity of copper mineralisation and has indicated further extensions are likely both at depth down the plunge of the major mineralised shoot and to the south and north
- The increase in the size of the leachable resource and its elevation to the measured category after completion of specific gravity determinations, will allow the reserve and mine design work to proceed as part of the White Range Project Bankable Feasibility Study (BFS)
- The success of the drilling programme has focussed the Company's attention on the White Range Project BFS which is well on track for completion by mid-year
- A small gold resource of some 90,000-120,000 ounces has also been defined at Greenmount which could prove to be a good sweetener once mining commences at White Range
- The company is planning intensive drilling campaigns to begin by end April at Vulcan, south of Greenmount where copper oxide mineralisation crops out at surface and continues under shallow cover for some hundreds of metres
- Drilling is also planned in April for Mt Watson to expand this resource as it is possible that it will be one of the first resources to be mined once a production decision is made

### Conclusion

Matrix has continued to meet its stated objective of significantly increasing the resource base at both the White Range and Mt Cuthbert Projects, so that it can expand its production profile, hence lower operating costs once it restarts operations. We see the resource upgrade as significant and as confirmation of Matrix's strong exploration potential and the Company's option of a short time frame to recommencing production and continue to rate Matrix as a **Speculative Buy**.

Figure 1: White Range Project



## Hartleys Equity Research

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Hartleys was Underwriter to the placement for which it received a fee. Hartleys also receives fees for strategic and corporate advice that it provides to Matrix.

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