



ALCASTON MINING N. L.

ABN 39 006 710 774



18 February 2003

Company Announcements Office
Australian Stock Exchange Limited
20 Bridge Street
SYDNEY NSW 2000

By fax; 1300 300 021 (2 Pages)

Dear Sirs

NOTICE TO OPTION HOLDERS

Please find attached a copy of the notice mailed to the option holders of the Company with respect to the forthcoming share Rights Issue.

Yours faithfully
ALCASTON MINING NL

GILBERT RODGERS
Director

32 Parliament Place, West Perth, WA 6005, Australia
PO Box 378, West Perth, WA 6872, Australia
Telephone: +61 8 9481 5758 Facsimile: +61 8 9481 5759
e-mail: ppg@highway1.com.au

ALCASTON MINING NL

A.C.N. 006 710 774

REGISTERED OFFICE:

32 Parliament Place
West Perth WA 6005
Australia
Telephone: +618 9481 5758
Facsimile: +618 9481 5759

SHARE REGISTRY:

Security Transfer Registrars Pty Ltd
770 Canning Highway, Applecross WA 6153
Australia
Telephone +618 9315 0933
Facsimile: +618 9315 2233
Email: registrar@securitytransfer.com.au

NOTICE TO OPTION HOLDERS

On 13 February 2003, ALCASTON MINING NL lodged an Offer Information Statement for a non-renounceable Entitlement Issue to shareholders on its register at 5 pm (WST) 24 February 2003. The basis for the issue will be one share for every 3 Shares held at an issue price of \$0.05 each to raise approximately \$1,107,305. Attached to each new share subscribed for will be one free option expiring 30 September 2007.

Should current option holders wish to participate in the issue, it will be necessary to ensure conversion of options into shares by duly completing your notice of exercise of options and returning it along with your cheque for an amount of \$0.15 per option.

The relevant document described above and money, should be received **NO LATER THAN 5.00 PM (WST) Friday 21st February 2003** by the Company's Share Registry at the following address:

Security Transfer Registrars Pty Ltd
770 Canning Highway
APPLECROSS WA 6153

or

PO Box 535
APPLECROSS WA 6953

If you require further information, please do not hesitate to contact our office or our registry on
PH: (08) 9315 0933 FAX: (08) 9315 2233 EMAIL: registrar@securitytransfer.com.au.

THIS IS AN IMPORTANT DOCUMENT. IF YOU ARE IN ANY DOUBT AS TO THE ACTION YOU SHOULD TAKE, PLEASE CONSULT YOUR FINANCIAL ADVISOR OR STOCKBROKER IMMEDIATELY.