ASX RELEASE

16 November 2010

ASX Code: PMQ

WOLFRAM CAMP PROJECT - SHARE SALE AGREEMENT TERMINATED

- **Planet Metals Limited has been advised by Tropical Metals Pty Ltd that it is unable to complete its obligations under the Share Sale Agreement signed on 15 September 2010 (refer ASX release dated 16 September 2010), due largely to financing issues. As a consequence of the default by Tropical Metals, Planet Metals retains all cash deposits totalling $400,000.**

- **As a result of the sale not proceeding, Planet Metals maintains its 100% ownership of Wolfram Camp Mining Pty Ltd, which owns 85% of the Wolfram Camp tungsten-molybdenum project and other assets. The Wolfram Camp project includes a 150,000tpa commercial scale processing plant, purpose built in 2008 and currently on care and maintenance as well as hosting a total resource estimate of 1.42Mt @ 0.60% WO_3 and 0.12% Mo within granted Mining Leases. This comprises 0.78Mt @ 0.56% WO_3 and 0.13% Mo in the Indicated Resource category and 0.64Mt @ 0.65% WO_3 and 0.11% Mo in the Inferred Resource category.**

- **The Board and Management of Planet Metals will immediately undertake investigations to advance the project in terms of operational and funding capabilities. Negotiations with external parties are expected to re-commence in the coming days.**

- **Further to the termination of the Share Sale Agreement, the Return of Capital (which was subject to the sale) approved at last month's Annual General Meeting will now not be proceeding.**

- **The CEO of Planet Metals, Mr Brett O'Donovan, stated, "Although it is very disappointing that the Sale has been terminated, worldwide sentiment toward strategic metals has improved significantly since the deal was announced in June with the benchmark APT US$ tungsten price appreciating between 15 and 20 per cent. This positive sentiment will hopefully create additional corporate opportunities for the project in the near term."**

For further information, please contact:

Brett O'Donovan
Chief Executive Officer
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Competent Persons Statement

The Wolfram Camp Resource estimate is based upon and accurately reflects data compiled or supervised by Dr Andrew Richmond, Principal Geostatistician, who is a Member of the Australasian Institute of Mining and Metallurgy and a full time employee of Golder Associates Pty Ltd. Dr Richmond has sufficient experience that is relevant to the style of mineralisation and the type of deposit under consideration and to the activity which he has undertaken to qualify as a Competent Person as defined in the 2004 edition of the 'Australasian Code for the Reporting of Exploration Results, Mineral Resources and Ore Reserves'. Dr. Richmond consents to the inclusion of this information in the form and context in which it appears in this report.

About Planet Metals Limited

Planet Metals (ASX Code: PMQ) is a Brisbane-based ASX-listed mining development and exploration company, with a focus on copper, gold, tungsten and molybdenum. Key operations include the Mount Cannindah copper-gold project (100% owned) and the Wolfram Camp tungsten-molybdenum project (85% owned) – both located in Queensland. The Company's major shareholder is Metallica Minerals (ASX Code: MLM) with a 76% shareholding. As at the date of this release, Planet Metals has 59.7 million shares on issue as well as 1.5 million unlisted options. The Company had approximately $674,000 cash on hand as at 30 September 2010.

Wolfram Camp's existing 150,000tpa processing plant