

28 March, 2003

Company Announcements Office  
Australian Stock Exchange Limited  
Level 4, 20 Bridge Street  
SYDNEY NSW 2000

Dear Sirs,

RE **ANNOUNCEMENT**

Please find attached an Announcement in relation to:

**Dispatch of proceeds from auction of forfeited DES**

Yours sincerely,



P.K. Nair  
**COMPANY SECRETARY**

Friday, 28 March 2003

## **Proceeds from auction of forfeited DES**

The Final Instalment on Australian Magnesium Corporation Limited's (AMC) Distribution Entitled Securities (DES) was due and payable on Friday, 31 January 2003. Each DES is a stapled security comprising a Share and a Loan Note.

Further to the auction of the 2,574,693 forfeited unpaid DES on 7 March 2003, AMC advises that the proceeds from the auction were \$979,506.81.

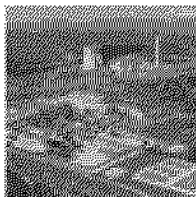
After deducting:

- the Final Instalment of \$0.30 per security;
- costs incurred in relation to the forfeiture; and
- costs incurred in relation to the auction of the securities;

the net amount payable to former holders of securities forfeited for non-payment of the Final Instalment is \$184,296.53 or \$0.07158 per forfeited security.

AMC will dispatch cheques to the former holders of the forfeited securities in proportion to their security holdings today.

For additional enquiries, please call Douglas Heck & Burrell Registries on +61 7 3228 4219.



### **Investor Relations & Media Comment**

Tel: +61 7 3837 3400 Fax: +61 7 3837 3423

Joel Forwood - Manager - Investor Relations

Simon Jemison - General Manager - Public Affairs

**Australian Magnesium Corporation Limited** ABN 51 010 441 666

Brisbane Office: Level 5, 30 Little Cribb St, Milton, Queensland 4064 [www.austmg.com](http://www.austmg.com)

# MAGNESIUM