

**ASX**

AUSTRALIAN STOCK EXCHANGE

MARKET RELEASE

5 June 2003

AUSTRALIAN MAGNESIUM CORPORATION LIMITED**SUSPENSION FROM OFFICIAL QUOTATION**

The securities of AUSTRALIAN MAGNESIUM CORPORATION LIMITED (the "Company") will be suspended immediately, at the request of the Company, pending receipt of an announcement by the Company with respect to the status of its Stanwell Magnesium Project.

Security Code: ANM
ANMNA
ANMO

Dianna Higgins
Manager Companies



Australian Magnesium Corporation Ltd
ABN 51 010 441 888

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5 June, 2003

Ms Higgins
State Manager Company
Australian Stock Exchange Limited
PO Box 7055 Riverside Centre
Brisbane QLD 4001

Fax: 07 3835 1004

Dear Ms Higgins,

I refer to our telephone conversation and confirm that Australian Magnesium Corporation Limited (ASX code ANM, ANMNA, ANMO) requests the suspension of its securities, pursuant to Listing Rule 17.2.

The Company is reviewing the status of the Stanwell Magnesium Project pending the outcome of ongoing discussions with its major stakeholders, following the unsuccessful engagement of a new corporate partner within the timeframe imposed by the Company.

The Company expects to make an announcement with respect to the status of the Stanwell Magnesium Project by Thursday, 12 June 2003.

Accordingly, the Company expects that the ending of the suspension would be dependent upon the successful outcome of these discussions.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Prem Nair', written over a large, stylized initial 'P'.

Prem Nair
Company Secretary