



Mount Gibson Iron Limited

ABN 87 008 670 817



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1 December 2003

{XXX}

Dear Optionholder,

This is to notify you that the Mount Gibson Iron Limited Options you hold will expire on 31 December unless we receive an Option Exercise Form and the required payment on or before that date.

As required by Appendix 6A.6 of the ASX Listing Rules we provide the following information:

Optionholder Name: {XXX}
Number of Options Held: {XXX}
Number of Shares to be Issued on Exercise of Options: {XXX}
(Optionholders will be issued with one new fully paid ordinary share in the Company for each Option exercised)
Exercise Price: \$0.25
Payment Due by: 5.00pm 31 December 2003
Quotation of the Options will end on: 22 December 2003
Market Price of Shares on 28/11/03: \$0.19
Highest Share Price in last 3 months: \$0.23 on 21 October 2003
Lowest Share Price in last 3 months: \$0.145 most recently on 13 October 2003

If you have any queries regarding your options please contact me.

Yours sincerely

MOUNT GIBSON IRON LIMITED

Angela Dent
Company Secretary