

28 May 2010

**The Manager
Company Announcements Office
Australian Securities Exchange Limited
Level 4, Exchange Centre
20 Bridge Street
Sydney NSW 2000**

Dear Sir,

Namibian Court Proceedings

We wish to advise that the Vendor's application to have the tenements transferred back to him pending the outcome of the Appeal (Rule 49 (11)) which was to be heard by the Namibian High Court on 22 June 2010 has now been withdrawn by the applicant.

The Supreme Court Appeal against the judgement given in favour of Mr Amakutuwa has been set down for hearing on 5 July 2010.

The Company will keep the market informed as the matter proceeds.

Yours faithfully
**Norman Grafton
Company Secretary
Metals Australia Ltd**