Mineral Commodities Ltd
ABN 39 008 478 653

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4 September 2013

Dear Shareholder

Mineral Commodities Limited - non-renounceable entitlement issue

As announced on 4 September 2013, Mineral Commodities Limited (ACN 008 478 653) (**MRC**) is undertaking a 1 for 4 non-renounceable entitlement issue (**Entitlement Issue or Offer**) of approximately 80,988,335 fully paid ordinary shares (**New Share**) to raise approximately $6,479,066. The price of New Shares under the Offer is $0.08 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 4 September 2013.

The Offer is fully underwritten by Zurich Bay Holdings Pty Ltd (ACN 009 422 093) and Au Mining Limited, a company incorporated in the British Virgin Islands (**Underwriters**). The Company must pay each of the Underwriters an underwriting fee of $98,941.68. The Company must also reimburse the Underwriters for costs incidental to the Offer.

The purpose of the Offer is to raise up to $6,479,066.

The funds raised from the Offer are planned to be used in accordance with the table set out below:

Item	Proceeds of the Offer	Full Subscription ($6,479,066) ($)	%
1	Costs to complete construction of the facilities at the Tormin Project	2,000,000	30.87%
2	Costs to complete commissioning of the facilities at the Tormin Project	3,000,000	46.30%
3	Expenses of the Offer[1]	244,669	3.77%
4	Working capital	1,234,397	19.06%
	Total	6,479,066	100%

Notes:

1. Refer to section 4.9 of the Prospectus for further details relating to the estimated expenses of the Offer.

2. As previously disclosed, the previous capital raising undertaken by the Company was sufficient to fund the construction of the plant for the Tormin Project. With the passage of time, funds were required for general working capital which has resulted in the need to replenish those funds so that construction can be completed.

The above table is a statement of current intentions as of the date of the Prospectus. As with any budget, intervening events (including the interference of weather or strikes, or the failure of

Contractors) and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way funds are applied on this basis.

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5pm (WST) on 13 September 2013, whose registered address is in Australia or New Zealand.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer, the Company will have issued approximately 80,988,335 New Shares resulting in total Shares on issue of approximately 404,941,678.

A copy of the Prospectus is available on ASX's and MRC's website. Eligible Shareholders will be mailed a Prospectus together with an Entitlement and Acceptance Form no later than 19 September 2013. Your entitlement will be set out on the personalised Entitlement and Acceptance Form accompanying the Prospectus.

For the purposes of calculating each Eligible Shareholders' entitlement, fractions of entitlements have been rounded down to the nearest whole number of New Shares.

Actions required by Eligible Shareholders

There are a number of actions Eligible Shareholders may take:

- You may wish to accept all of your rights to subscribe for New Shares pursuant to the Prospectus (**Entitlement**). To take up all or some of your Entitlements you will need to ensure your application money for the Entitlements you wish to take up is received by Link Market Services Limited (**Share Registry**) by no later than 5pm (WST) on 3 October 2013, by completing and returning your Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the amount indicated on the Entitlement and Acceptance Form or making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form.

- You may wish to accept part of your Entitlement. To take up part of your Entitlement you will need to ensure your application money for the Entitlements you wish to take up is received by the Share Registry by no later than 5pm (WST) on 3 October 2013, by completing and returning your Entitlement and Acceptance Form by filling in the number of New Shares you wish to accept in the space provided on the Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the appropriate application monies or making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form (at $0.08 per New Share).

- You may do nothing. If you choose to do nothing with your Entitlements, while you will continue to hold the same number of Shares, your interest in the Company will be diluted and you will receive no value for your Entitlement.

Key dates for the Offer

Event	Proposed Date
Lodgement of Prospectus with the ASIC	Wednesday, 4 September 2013
Lodgement of Prospectus & Appendix 3B with ASX	Wednesday, 4 September 2013
Notice sent to Optionholders	Pre-trade, 5 September 2013
Notice sent to Shareholders	Friday, 6 September 2013
Ex date	Monday, 9 September 2013
Record Date for determining Entitlements	Friday, 13 September 2013
Prospectus sent to Shareholders & Company announces this has been completed	Thursday, 19 September 2013
Closing Date*	Thursday, 3 October 2013
Shares quoted on a deferred settlement basis	Friday, 4 October 2013
ASX notified of under subscriptions	Wednesday, 9 October 2013
Issue Date	Monday, 14 October 2013
Quotation of Shares issued under the Offer*	Tuesday, 15 October 2013

*The Directors may extend the Closing Date by giving at least 6 Business Days notice to ASX prior to the Closing Date. As such the date the Shares are expected to commence trading on ASX may vary.

If you have any queries concerning the Entitlement Issue, , or the action you are required to take to subscribe for New Shares, please contact your financial adviser or Peter Torre, MRC's Company Secretary, on +61 8 6253 1100.

Yours sincerely

Peter Torre
Company Secretary
MINERAL COMMODITIES LIMITED