OM HOLDINGS LIMITED

(ARBN 081 028 337)

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14 December 2005

Company Announcements Office
Australian Stock Exchange Limited
4th Floor
20 Bridge Street
SYDNEY NSW 2000

Dear Sir / Madam

EXECUTION OF EXCLUSIVE MARKETING AGREEMENT WITH TERRITORY IRON LTD

The Board of OM Holdings Limited ("OMH") is pleased to announce that its wholly owned subsidiary OM Materials (S) Pte Ltd ("OMS") has executed an exclusive sales agency agreement with Territory Iron Ltd (ASX Code: TFE) to solely market its entire iron ore product.

OMS was awarded the exclusive marketing arrangement following an independent review and assessment undertaken by TFE of its requirements to internationally market its iron ore product. TFE is presently advancing its four haematite iron ore projects located in the Northern Territory with particular focus upon the Frances Creek Project. TFE is anticipating commencing production from its Frances Creek Project towards the end of 2006 assuming the results of a feasibility study are favourable. The Frances Creek Project is preferred for its iron ore prospectivity and proximity to road, rail and port infrastructure.

OMS will be responsible for all promotional, marketing, sales and distribution activities on behalf of TFE. OMS will utilise its extensive marketing network within China to satisfy the marketing requirements of TFE. This will also be expanded to further cater for iron ore sales to steel mills located in China, South Korea and Japan.

OMS has successfully operated its trading activities for a number of years and is head quartered in Singapore with a number of regional operating offices throughout China. OMS has a demonstrated track record of marketing manganese and chrome ore and alloys and has been the pivotal cash flow operating entity within the OMH Group.

OMS is presently co-ordinating preliminary marketing visits to China in early 2006 to secure memorandums of agreement for TFE's iron ore product.

OMH is the largest shareholder of TFE maintaining a 25% interest.

Yours faithfully
OM HOLDINGS LIMITED

Heng Siow Kwee/Julie Wolseley
Company Secretary

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BACKGROUND PROFILE OF OM HOLDINGS LIMITED

OMH was listed on the ASX in March 1998 and has grown into a fully integrated miner, processor and trader of manganese product with operations in Australia, China and Singapore.

Through its wholly owned subsidiary, Bootu Creek Resources Pty Ltd ("BCR"), OMH manages the Bootu Creek Manganese Project located 110 km north of Tennant Creek in the Northern Territory. The Project is a joint venture between BCR (75%) and GEMCO (25%). GEMCO is 60% owned by BHP Billiton Limited and 40% owned by Anglo American Corporation of South Africa.

The Bootu Creek Manganese Project is presently under development and is expected to produce at an annual rate of 550,000 to 600,000 manganese tonnes. The Project also has excellent exploration potential.

Product from the Project will be exclusively marketed by OMH's successful trading division with a proportion of production from the Project shipped to OMH's wholly owned Qinzhou smelter located in south west China.

Through its Singapore based commodity trading activities, OMH has established itself as a significant manganese supplier to the Chinese market. The development of the Bootu Creek Manganese Project will facilitate and further strengthen OMH's position in this market.

OMH has a strong, lowly geared financial position and has paid regular dividends since 1998.

OMH holds a 25% shareholding in Territory Iron Ltd, a company presently advancing a number of haematite iron ore projects in the Northern Territory.