Monto Minerals
ACN 063 144 865

Level 1
33 Ord Street
West Perth, Western Australia 6005
Australia

Telephone: + 61 8 9420 9300
Facsimile: + 61 8 9481 2690

22 March 2011

OS6-000317

Dear Shareholder

Non-Renounceable Pro-Rata Entitlement Issue

Monto Minerals Limited (**Company**) has announced to ASX Limited (**ASX**) a pro rata non-renounceable entitlement issue of one (1) Share for every five (5) Shares held by Shareholders at an issue price of $0.015 per Share to raise approximately $1,844,794 (before payment of associated costs) (**Offer**).

The entitlement issue will result in the issue of approximately 122,986,266 Shares in the Company.

The Offer is not underwritten.

The Prospectus relating to this issue has been lodged with the Australian Securities and Investments Commission and ASX and is available on the ASX website at www.asx.com.au. The timetable and important dates of the issue are set out below:

Lodgement of Prospectus with ASIC and provision of copies to ASX	18 March 2011
Company sends letter to Shareholders containing information required by Appendix 3B	22 March 2011
Existing Shares quoted on an "ex" basis	23 March 2011
Record date	29 March 2011
Prospectus and Entitlement and Acceptance Form despatched to Eligible Shareholders	1 April 2011
Closing Date	20 April 2011
Shares quoted on a deferred basis	21 April 2011
Anticipated date for allotment of Shares and despatch of holder statements	3 May 2011

The funds raised pursuant to the Offer and the Placement to raise $3,525,000 will be used to fund the cash consideration payable pursuant to the Sale Agreement to acquire the Baal Gammon Copper Project and Herberton Tin Project, to pursue an exploration and development programme in respect to the Projects, continue exploration on the Company's existing projects and for working capital.

The capital structure of the Company on completion of the Offer, Placement and Sale Agreement will be as follows:

	Number of Shares	Number of Options
Balance at the date of the Prospectus	614,931,332	52,127,845(1)
To be issued pursuant to the Offer	122,986,266(2)	-
To be issued pursuant to the Sale Agreement	300,000,000	150,000,000(3)
To be issued pursuant to the Placement	235,000,000(4)	-
Balance after completion of the Offer, the Sale Agreement and the Placement	1,272,917,598	202,127,845

(1) Comprises:
- 52,050,000 Options each with an exercise price of $0.005 and an expiry date of 31 December 2013;
- 11,179 Options each with an exercise price of $0.06 and an expiry date of 25 May 2012; and
- 66,666 Options each with an exercise price of $5.70 and an expiry date of 28 May 2012.

(2) Assumes that no Options are exercised prior to the Record Date and that the Offer is fully subscribed.

(3) Each with an exercise price of $0.03 and an expiry date of 30 June 2014.

(4) Assumes the Placement is fully subscribed.

In calculating entitlements under the entitlement issue fractions will be rounded up to the nearest whole number.

The offer under the Prospectus is made to Shareholders with registered addresses in Australia and New Zealand. Overseas shareholders should contact the Company Secretary with any queries.

Full detail of the issue will be contained in the Prospectus that will be mailed to all shareholders who are registered on the record date. Shareholders eligible to participate should read the Prospectus carefully.

Yours faithfully

Gary Steinepreis
Director