

TANTALUM

AUSTRALIA NL



10 November 2004

The Announcements Office
Australian Stock Exchange Ltd
Level 3, 20 Bridge Street
SYDNEY NSW 2000

By ASX Online Transmission

Dear Sir,

Please find attached ASX/Media release regarding proposal for SOG tantalum assets and placement.

Yours faithfully

Peter Farrah
Company Secretary

TANTALUM

AUSTRALIA NL



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ASX Code: TAA

ASX ANNOUNCEMENT/MEDIA RELEASE

TANTALUM AUSTRALIA NL DEVELOPING PROPOSAL FOR SONS OF GWALIA TANTALUM ASSETS

Tantalum Australia NL (“TAA” or “the Company”) has recognised the opportunity presented by the insolvency of Sons of Gwalia Limited (Administrator Appointed) (“SGW”) and has been reviewing options to acquire the SGW tantalum assets.

KPMG Corporate Finance (Aust) Pty Ltd has been appointed as the advisor to Tantalum Australia to work with the Company on the development of a proposal to be submitted to the Administrator. A significant amount of preparation has already been undertaken in the development of the proposal.

Tantalum Australia is in preliminary discussions with potential debt and equity providers and with TAA’s strategic partners in the tantalum industry. Further announcements will be made when arrangements are formalised.

Tantalum Australia has reached agreement to place \$390,000 in shares to investors in the United Kingdom and South Africa through the issue of 6,500,000 at 6 cents per share. These funds are being raised to cover the costs associated with the above proposal and to provide working capital.

For further information contact:

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