

# ASX/MEDIA RELEASE



QUEENSLAND ORES LTD

29 April 2009

## LETTER TO SHAREHOLDERS – ACCEPT METALLICA OFFER NOW

The Company's announcement to the ASX of 28 April 2009 recommending that shareholders accept the Metallica Offer (copy attached) was mailed to shareholders today.

### For further information:

Taff Greenwood  
Managing Director

Garry Gill  
Company Secretary  
Queensland Ores Limited  
Tel: 07 3230 2000

For personal use only

# ASX/MEDIA RELEASE

28 April 2009



QUEENSLAND ORES LTD

## **QOL AFFIRMS ITS RECOMMENDATION TO ACCEPT THE METALLICA (MLM) BID NOW**

**QOL** has reviewed the recent announcements by **OUM** and **MLM** and **CONFIRMS ITS RECOMMENDATION THAT QOL SHAREHOLDERS ACCEPT METALLICA'S (MLM'S) OFFER WITHOUT DELAY.**

The closing date of the MLM offer is 7.00pm (Brisbane time) on 11 May 2009.

If shareholders do not take action by that time, the Company will be required to consider a strategy to ensure it remains solvent.

For personal use only

## Directors' Recommendation

Queensland Ores Limited (**QOL**) has reviewed the announcement by Outback Metals Limited (**OUM**) dated 24 April 2009 varying its offer terms and the announcement by Metallica Minerals Limited (**MLM** or **Metallica**) of 27 April 2009 and QOL affirms its recommendation to accept Metallica's offer now.

## QOL funding requirements

Metallica's offer ends at 7.00pm (Brisbane time) on 11 May 2009. QOL has a number of ongoing and impending financial commitments (including the repayment of the loan to OUM) that will require it to make certain decisions to ensure they are met. These decisions will depend upon how shareholders respond to the competing takeover bids. Metallica has indicated that on receiving acceptances for at least 50.1% of QOL and other offer conditions being satisfied or waived, Metallica will offer QOL up to \$1 million cash funding on terms to be agreed with QOL (**Metallica Funding Offer**).

**QOL Shareholders are urged to accept the MLM offer without delay to ensure that the Metallica Funding Offer is provided on or before 11 May 2009.**

If the Metallica Funding Offer is not provided to QOL by 11 May 2009 as a result of Metallica not receiving 50.1% of QOL (or Metallica and QOL failing to agree on the Metallica Funding Offer terms), the QOL Board will need to review its ongoing and impending expenditure and repayment commitments and implement a strategy including asset sales to ensure that it remains solvent.

QOL has commenced negotiations with Metallica over the terms of the Metallica Funding Offer and will update the QOL Shareholders on the status of those negotiations once the negotiations are concluded.

## Supplementary Target's Statement

QOL is preparing a further Supplementary Target's Statement to:

- (a) provide QOL Shareholders with a summary of events that have taken place subsequent to the previous Target's Statement being released;
- (b) affirm its recommendation to accept the Metallica Bid without delay;
- (c) highlight the advantages and corresponding risks associated with the Metallica Bid;
- (d) highlight to QOL Shareholders the risks associated with doing nothing or not accepting the MLM Bid.

QOL anticipates completion and lodgement of the Supplementary Target's Statement by 1 May 2009.

## For further information:

Taff Greenwood  
Managing Director

Garry Gill  
Company Secretary  
Queensland Ores Limited  
Tel: 07 3230 2000

For personal use only