

10 August 2010

**MIDWEST VANADIUM PTY LTD
(Subject to Deed of Company Arrangement)
(Receivers and Managers Appointed)
(the Company)
ACN 113 874 712**

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UPDATE TO CREDITORS

I refer to the Varied Deed of Company Arrangement for the Company dated 12 May 2010 (the DOCA).

Satisfaction of conditions precedents

All the conditions precedent to the DOCA have been satisfied (or waived) in full as at 6 August 2010.

Establishment of MVPL Creditors' Trust and receipt of Contribution Sum

Following the satisfaction of the conditions precedent as explained above, the *Deed Administrators* have executed the Creditors' Trust Deed to establish the MVPL Creditors' Trust (the Trust). The Trust will inter alia hold and distribute the *Contribution Sum* of \$800,000 in accordance with the terms of the Creditors' Trust Deed. In this regard, I advise that the *Contribution Sum* was received in full from the *Receivers and Managers* on 5 August 2010.

Adjudication of claims and distribution of dividend

I will shortly be giving written notice to creditors, of my intention to declare a first and final dividend from the MVPL Creditors' Trust, as well as to invite formal proofs of debt.

Should you have any queries in relation to this matter, please do not hesitate to contact either Edmund Ho or Wayne Rushton of this office.



Darren Weaver

Joint and Several Deed Administrator of
Midwest Vanadium Pty Ltd (Subject to
Deed of Company Arrangement)
(Receivers and Managers Appointed)

Joint and Several Trustee of
MVPL Creditors' Trust

ADELAIDE
BRISBANE
MELBOURNE
SYDNEY
HONG KONG
JAKARTA
KUALA LUMPUR
MANILA
MUMBAI
SHANGHAI
SINGAPORE
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