

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

20 June 2007

Metal Storm Limited**TRADING HALT**

The securities of Metal Storm Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Friday, 22 June 2007 or when the announcement is released to the market.

Security Code: MST
 MSTO
 MSTG

Melissa Grundy
Manager, Issuers (Brisbane)

Metal Storm Limited

ABN 99 084 270 006

PO Box 128
Richlands Qld 4077
Tel: +61 (0) 7 3123 4700
Fax: +61 (0) 7 3217 0611Web Site: www.metalstorm.com
Email Address: msau@metalstorm.com

20 June 2007

The Manager
Australian Stock Exchange Limited

Attention: Melissa Grundy

VIA EMAIL: melissa.grundy@asx.com.au

Dear Sir/Madam,

Metal Storm Limited, Australian electronics ballistics company, ASX code MST requests a trading halt on its securities until opening on Friday, 22 June 2007 pending making a release to the market on recent test firing results and pending convertible notes covenants.

Regards

Peter Wetzig
Company Secretary
Metal Storm Limited
Phone : + 61 7 3123 4700

U.S. Office

4950 N Fairfax Drive, Suite 810, Arlington VA 22203 Tel: 703 248 8218 Fax: 703 248 8262