



Media/ASX Announcement

30 April 2012

QUARRY ACQUISITION COMPLETED

Highlights

- China Magnesium Corporation Limited (**CMC** or the **Company**) (**ASX: CMC**) advises, pursuant to its announcement dated 29 February 2012, that it has now completed acquisition of the quarry which currently supplies dolomite to its magnesium production facility in China.

General Information

CMC, which plans to become one of the largest, low cost, vertically integrated producers of pure magnesium and magnesium alloy in the world, has exercised its option to acquire a dolomite quarry located 30km from its existing magnesium ingot production plant located at Pingyao, Shanxi Province, northern China (the **Plant**).

Dolomite is, by volume, the largest raw material component of magnesium production and management expect the quarry to supply the dolomite feed required by the Plant for many years. The extraction process is basic, experienced staff are available and there are two sealed alternative road routes for transport of the dolomite from the quarry gate to the Plant.

Mr Tom Blackhurst, Managing Director of CMC said:

"Whilst finalisation of the quarry acquisition has taken longer than originally expected, CMC appreciates the thorough diligence processes followed by the relevant authorities in relation to the renewal, extension and assignment of the relevant licences. The Company acknowledges the cooperation and assistance it received throughout this process"

For further information, please contact:

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