

Allens < Linklaters

Date 11 September 2012 ABN 47 702 595 758
Page 1 of 4
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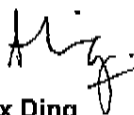
Confidential Fax
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Dear Sirs

Notice of ceasing to be a substantial holder – King Island Scheelite Limited

Attached is a Form 605 Notice of Ceasing to be a Substantial Holder which is lodged on behalf of Hunan Nonferrous Metals Holding Group Co. Ltd and China Minmetals Corporation.

Yours sincerely



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Our Ref

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Form 605
Corporations Act 2001
Section 671B

Notice of ceasing to be a substantial holder

To: Company Name/Scheme King Island Schedule Limited ("KIS")

ACN/ARSN 004 631 734

1. Details of substantial holder (1)

This notice is given by:

- Hunan Nonferrous Metals Holding Group Co., Ltd ("HNG") and Hunan Nonferrous Metals Corporation Limited ("HNC") (collectively the "Hunan Nonferrous Entities");
- State-owned Assets Supervision and Administration Commission of the State Council ("SASAC");
- China Minmetals Corporation ("China Minmetals") and China Minmetals Nonferrous Metals Holding Company Limited ("MNH") (collectively the "China Minmetals Entities"); and
- the controlled entities of China Minmetals including those named in Annexure A.

Name

ACN/ARSN (if applicable)

The holder ceased to be a substantial holder on

06 September 2012

The previous notice was given to the company on

Previous Form 604 Notice on 25 May 2011

The previous notice was dated

24 May 2011

2. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest (2) of the substantial holder or an associate (3) in voting securities of the company or scheme, since the substantial holder was last required to give a substantial holding notice to the company or scheme are as follows:

Date of change	Person whose relevant interest changed	Nature of change (4)	Consideration given in relation to change (5)	Class (6) and number of securities affected	Person's votes affected
06 September 2012	The Hunan Nonferrous Entities, SASAC and the China Minmetals Entities	Cease to be a substantial shareholder as a result of 13,791,383 KIS ordinary shares issued under the rights issue announced on 2 August 2012	N/A	4,450,000	4.51% (based on 96,537,291 on issue as at 6 September 2012)

3. Changes in association

The persons who have become associates (3) of, ceased to be associates of, or have changed the nature of their association (7) with, the substantial holder in relation to voting interests in the company or scheme are as follows:

Name and ACN/ARSN (if applicable)	Nature of association
N/A	


4. Addresses

The addresses of persons named in this form are as follows:

Name	Address
SASAC	26 Xuanwumen West Street, Beijing, China, 100053
China Minmetals	5 Saithe Road, Haidian District, Beijing, China Post Code 100044
MNH	No. 299 Laidong West Road, Changsha, Hunan Province, China 410015

HNG	No. 290 Laidong West Road, Changsha, Hunan Province, China 410015
HNC	No. 290 Laidong West Road, Changsha, Hunan Province, China 410015
Each of the entities named in Annexure A	See Annexure A

Signature


print name	LIAO LUHAI	capacity	Authorised Signatory
sign here		date	10 ' 09 ' 2012

For personal use only

Annexure A

This is Annexure "A" of 1 page referred to in the accompanying Form 605.

Signature

print name	LIAO LUHAI	capacity	Authorised Signatory
sign here		date	10/09/2012

Controlled entities of China Minmetals Corporation

Name	Address
HNC	No. 290 Laodong West Road, Changsha, Hunan Province, People's Republic of China 410015
HNG	As above
MNH	As above
CMC	5 Saithe Road, Haidian District, Beijing, China
Zhuzhou Cemented Carbides Group Corp., Ltd.	No. 342 Laodong West Road, Changsha, Hunan Province, People's Republic of China 410015
Zhuzhou Smelter Group Co., Ltd.	As above
Haikwangshan Twinkling Star Antimony Co., Ltd.	As above
Hunan Shizhuyuan Nonferrous Metals Co., Ltd.	As above
Shanghai Jinhuoju Metals Ltd.	As above
Foshan CityNanhai Jinhuoju Metals Ltd.	As above
Chenzhou Huoju Kuangye Ltd.	As above
Hunan Zhuye Torch Metals Import and Export Company Limited	As above
Torch Metals Limited	Room 1705, 17 th Floor, Jubilee Centre, No. 46, Gloucester Road, Wan Chai, Hong Kong
HNC (Australia) Resources Holding Pty Ltd (ACN 124 647 534)	Level 1, 34 Colin Street, West Perth, WA 6005, Australia
HNC (Australia) Resources Pty Ltd (ACN 124 647 829)	As above
HNC (Australia) Scheelite Pty Limited (ACN 128 913 271)	As above
Hengyang Yuanjing Tungsten Co., Ltd.	Chuankou Village, Hengnan Town, Hunan Province
Haikwangshan Twinkling Star Imp. & Exp. Company	Feishuiyan, Lengshujiang City, Hunan Province
Hunan Bismuth Co. Ltd.	No. 73, Wuling avenue, Chenzhou City, Hunan Province
Zhuzhou Smelter Group Co., Ltd.	Qingshuiang, Zhuzhou City, Hunan Province
Zhuzhou Changjiang Cemented Carbides Tools Company Ltd.	No. 88 Kaide Rd, Hetang District, Zhuzhou City, Hunan Province
Zigong Cemented Carbides co., Ltd.	No. 111 Renming Road, Zigong City, Sichuan Province
Hunan nonferrous Nanling Resources Development Co., Ltd.	21 st Floor, Tianyimingdi Building, Wuling Plaza, Chenzhou City, Hunan Province
Hunan nonferrous Xintianling Tungsten Co., Ltd.	Shigaitang Village, Baifu District, Chenzhou City, Hunan Province
Zigong Asia Tech High-Tech Ltd.	No. 111 Renming Road, Zigong City, Sichuan Province
HNC (Canada) Antimony Mine Limited	P.O. Box 160, Glenwood, Newfoundland & Labrador Province, Canada