



Metals Finance Limited
SPECIALISTS IN METAL RECOVERY

15 October 2014

ASX Market Announcements Office
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

DESPATCH OF "TOP UP" LETTER TO MINIMUM PARCEL SHAREHOLDERS

Metals Finance Limited ("Company") hereby advises that it has today commenced despatch of a letter to those Shareholders having less than a minimum parcel holding of 10,000 post consolidation ordinary shares in the capital of the Company, advising them of a priority offer opportunity available to them to "top up" their holding to a minimum parcel under the terms of the Company's public offer prospectus dated 1 October 2014.

The text of the letter being despatched is appended for general information purposes.

Yours faithfully,

Ian Morgan
Company Secretary



Metals Finance Limited

SPECIALISTS IN METAL RECOVERY

[Name]
[Address 1]
[Address 2]

Dear Shareholder,

PROSPECTUS TO RAISE UP TO \$5,000,000 PRIORITY TOP UP OFFER

Metals Finance Limited (“Company”) is pleased to invite you to participate in the Top Up Offer as detailed in our public offer prospectus, dated 1 October 2014. The Top Up Offer is available only to a limited number of existing Metals Finance shareholders, and is based on the number of shares held in the Company as at 30 September 2014.

Our records indicate that, post the consolidation of the Metals Finance shares (“Shares”) proposed at the up-coming general meeting, to be held on 28 October 2014, you may hold less than 10,000 Shares (referred to as “Minimum Parcel”). You may be interested in taking advantage of this opportunity to “top up” your holding, in addition to applying for Shares as part of the public offer.

Important Date

The Top Up Offer is closing prior to the public offer. If you wish to participate in the Top Up Offer, applications will need to be submitted by Friday 7 November 2014 (5.00pm AEDT).

TOP UP OFFER CLOSING DATE – Friday 7 November 2014

Should you wish to avail yourself of this opportunity it will be necessary for you to complete a Priority Top Up Application form which is included in the public offer prospectus. Instructions for completing the application are included with the Priority Top Up Application form.

The Prospectus

The Company released a public offer prospectus dated 1 October 2014 to issue up to 25,000,000 fully paid ordinary Shares in the capital of the Company at \$0.20 (twenty cents) per Share to raise \$5,000,000 (“Prospectus”). The Prospectus is to facilitate a change in the Company’s strategy and enable the Company to take ownership of a portfolio of North American coal projects, both granted and in application.

The Company will have:

A strategic equity interest in the producing P8 coal mine

Access to established infrastructure and clear route to export markets

Low development costs and a pathway to increase production and enhance margins at P8

Board and Management with experience and credentials

Coal Licences in British Columbia and exploration tenements in application in Oklahoma and Colorado

JORC Exploration Targets of between 697Mt and 1,031Mt of in-situ coal

The Top Up Offer

Offer is pursuant to proposed Shareholder approval for a consolidation of share capital on a 1 new for 10 existing shares basis and the issue of up to 81,048,622 Shares being proposed at a general meeting of Shareholders to be held on 28 October 2014.

The individual Minimum Parcel application under the Prospectus is \$2,000 for 10,000 Shares.

Shareholders who have a holding of less than the Minimum Parcel may apply for a lesser number of Shares in order to increase or "top up" their holdings to 10,000 Shares ("Top Up Offer"). Shareholders availing themselves of this opportunity will pay a lesser amount being equal to the number of Shares required to "top up" multiplied by \$0.20 per Share.

The Company will process applications under the Top Up Offer in the order in which they are received, providing that:

- a. The number of Shares applied for when added to a Shareholder's existing holding is not less than 10,000 Shares;
- b. The relevant application monies are received and cleared into the Company's bank account; and,
- c. There remains, at the time an application under the Top Up Offer is processed, sufficient Shares to meet the number applied for.

Upon receipt of Shareholder approval at the general meeting to be held on 28 October 2014, the Company's shares will be suspended from quotation on ASX and will remain so until the Company complies with ASX Limited Listing Rules Chapters 1 and 2.

Announcements made by the Company via the ASX are available for inspection on the ASX website www.asx.com.au and by accessing the "Announcements" portal and using the code "MFC".

Our records indicate that post the consolidation of the Metals Finance Shares you may hold less than a Minimum Parcel and may therefore be interested in taking advantage of the opportunity available under the Prospectus to "top up" your holding to 10,000 Shares.

Closing Date of Top Up Offer is Friday 7 November 2014 (5.00pm AEDT).

Reported dates are indicative only and subject to change. The Directors of the Company reserve the right to amend the dates without notice.

A soft copy of the Prospectus is available on the Company's website, www.metalsfinance.com or a hard copy can be requested by email to info@metalsfinance.com, by telephone to 1300 737 760 or by fax to 1300 653 459.

We look forward to you taking this opportunity that is available to only a limited number of existing Metals Finance shareholders.

Yours faithfully,



Geoff Hill
Chairman

