



12 February 2010

The Manager
Company Announcements Office
Australian Securities Exchange

By e-lodgement (ASX code: MFC)

Dear Sir/Madam

RE : COMPLETION OF CHAMBISHI FEASIBILITY STUDY

Metals Finance Limited is please to advise that the Company's detailed feasibility study on the Chambishi copper-cobalt tailings resource in Zambia has been completed.

The project is being investigated under a joint venture agreement with the owners of the dump, Chambishi Metals PLC (Chambishi Metals). The resource under investigation is an above ground tailings dam, which has accumulated from treatment of copper and cobalt concentrates and other materials through the Chambishi Copper-Cobalt refinery over the past 8 years.

As disclosed to the market on 22 January 2010, an independent review of the resource by Snowden Mining Industry Consultants (Pty) Ltd has confirmed a Mineral Resource in the dam, of approximately 1.6 million tonnes at 1.30% copper and 0.21% cobalt, in accordance with the JORC code. The majority of the Mineral Resource has been classified as Measured (70%), with the balance regarded as Indicated (30%).

The feasibility study, which has been based on metallurgical testing of representative samples from the dump and engineering and other assistance provided by Bateman Engineering and Mintek in South Africa, provides projected capital and operating costs to a reasonably high level of accuracy. The analysis based thereon indicates a positive financial outcome under a wide variety of potentially more adverse conditions than modelled as a base case scenario.

Under the joint venture agreement, Chambishi Metals has an opportunity to review the feasibility study, and to provide agreement that the project is both technically and financially viable. The agreement provides benchmark factors on which this assessment is to be made, and the study (under the conditions currently modelled) meets those benchmarks.

The feasibility study has now been submitted to Chambishi Metals for review, and discussions are expected to commence prior to the end of February with a view to arriving at a formal joint venture decision with respect to development of the project. Subject to the outcome of these discussions, Metals Finance will commence a review of permitting requirements for the project, establishment of an appropriate corporate structure in Zambia and drafting of formal operating agreements for the project.



P.A.Treasure
Chief Executive Officer

Information within this announcement which pertains to mineralisation or resources is based on information compiled by Mr Tony Treasure who is a full time employee of Metals Finance Limited and is a Member of the Australasian Institute of Mining and Metallurgy. Mr Treasure has sufficient experience in the fields under consideration to qualify as a Competent Person as defined in the 2004 edition of the Australasian Code for Reporting of Exploration results, Mineral Resources and Ore reserves and consents to the inclusion of this information in the form and context of which it appears in this report

