



MARKET DISCLOSURE POLICY

Introduction

Metminco Limited (Metminco or the Company) is committed to complying with the continuous disclosure obligations imposed by the Australian Securities Exchange (ASX), the Corporations Act 2001 (Act) and with its disclosure obligations under the rules and regulations of the AIM Market (AIM) operated by the London Stock Exchange plc.

Accordingly, Metminco will ensure that it prevents the selective or inadvertent disclosure of material price sensitive information by:

- issuing relevant Company information to its shareholders and the market in accordance with its obligations to the public and the ASX and AIM; and
- doing so in a way that allows all interested parties equal opportunity to access that information.

This policy applies to all Metminco's subsidiaries and their employees.

Continuous Disclosure Obligations

The main ASX disclosure requirement is set out in Listing Rule 3.1, which essentially requires the Company to immediately notify the ASX of information concerning the Company of which it is or becomes aware which a reasonable person would expect to have a material effect on the price or value of securities of the Company. ASX Listing Rule 3.1 covers requirements set out in the AIM rules.

Materially price sensitive information must be immediately notified to the ASX unless it falls within the scope of the limited confidentiality exemption contained in Listing Rule 3.1A.

Under Listing Rule 3.1A disclosure is not required in circumstances where a reasonable person would not expect the information to be disclosed, the information is confidential (and ASX has not formed a contrary view) and any one or more of the following applies:

- It would be a breach of law to disclose the information;
- The information concerns an incomplete proposal or negotiation;
- The information comprises matters of supposition or is not sufficiently definite to justify disclosure;
- The information is for the purposes of internal management of the Company; and
- The information is a trade secret.

However, the Company is also required to announce where ASX considers that there is or could be a false market in the Company's securities and asks that the Company releases the information (Listing Rule 3.1B).

Section 674 of the Act makes it an offence if the Company does not comply with its continuous disclosure obligations. However, the Company may have a defence if it takes all reasonable steps to ensure that it complies with its continuous disclosure obligations.

Information is communicated to shareholders through the distribution of the Company's Annual Report, Half Yearly Reports, Quarterly Reports and other communications. All releases are posted on the Company's website and released to the ASX and AIM in a timely manner.

Continuous Disclosure Process

The Company has practices in place throughout the year governing who may authorise and make disclosures and the method by which the market is to be informed of any price sensitive information.

The Company Secretary is responsible for communications with ASX and AIM and ensuring that the Company meets its continuous disclosure obligations.

The following process shall apply to safeguard against any inadvertent breaches of the Company's continuous disclosure obligations.

Directors and senior management must immediately notify the Company Secretary once they become aware of information that should be considered for release to the market, that is, information which is not generally available and which may be price sensitive and is likely to have a financial or reputational impact upon the Company that may be considered material (material information).

The Company Secretary will:

- review the material information reported by Directors and senior management;
- determine, in consultation with the Managing Director, the Chairman and other Directors or senior management, whether any of the material information is required to be disclosed to the ASX and AIM;
- co-ordinate the actual form of disclosure with the Managing Director or Chairman; and
- make disclosures to the ASX and AIM and issue media releases and other written public statements on behalf of the Company.

All material announcements to ASX and AIM should be approved by the Managing Director in consultation with available Directors. For this purpose, a material announcement is an announcement that would reasonably be expected to have a material effect on the price or value of the Company's securities.

In the event that there is insufficient time to obtain the approval of the Managing Director, then the Company Secretary must seek the approval of the Chairman and any other Director.

Routine announcements (i.e. those announcements which a reasonable person would not expect to have a material effect on the price or value of the Company's securities) may be released by the Company Secretary to ASX and AIM with the approval of the Managing Director without consultation / approval of other Directors, subject to the Managing Director and the Company Secretary satisfying themselves as to the accuracy of the announcement.

The Company Secretary should ensure that copies of all announcements made to the ASX and AIM are promptly circulated by email to the Board and posted to the Company's website.

Liaison with ASX and AIM

The ASX Listing Rules require the Company to appoint a person to be responsible for communications with ASX in relation to listing rule matters. That person is the Company Secretary.

The AIM Rules require the Company to appoint a person to be responsible for communications with the Company's NOMAD in relation to rule matters. That person is the Company Secretary.

The Company Secretary is responsible for:

- liaising with the ASX and NOMAD in relation to continuous disclosure issues;
- ensuring that the system for the disclosure of all material information to the ASX and AIM is operating in a timely fashion;

- reviewing proposed announcements by the Company to the ASX and AIM, liaising with the Managing Director or other relevant executives in relation to the form of any ASX and AIM releases; liaising with senior management and the Board of Directors, as appropriate, in relation to the disclosure of information;
- keeping a record of all ASX, AIM and other releases that have been made;
- maintaining detailed records of all information reported to the Company Secretary by senior management and the Board of Directors, all discussions and the decision to disclose or not to disclose that information;
- periodically reviewing the Company's disclosure procedures in light of changes to the ASX Listing Rules, Act and AIM Rules and the relevant standards of corporate governance and recommending any necessary changes to the procedures; and
- preparing regular disclosure reports to the Board of Directors which advise of material matters considered and the form of disclosure (if any) and any material changes to the Company's continuous disclosure process.

Reporting by Senior Management

The Company Secretary must ensure that senior management are familiar with this policy, that they remain vigilant in relation to identifying any material information which may require disclosure in accordance with the Company's continuous disclosure obligations and otherwise comply with this policy. Each member of senior management will be directed in writing by the Chairman to immediately report material information to the Company Secretary and provide sufficient details to allow the Company Secretary, in conjunction with the Managing Director or the Chairman, to form a view as to whether the information is material and to prepare the appropriate form of disclosure, if necessary. The senior executive should also state whether they consider the information to be confidential and the reasons for forming that view.

All of the senior executives' job descriptions will include this reporting responsibility.

In considering the need for an immediate response, it is recognised that trading in the Company's securities should not be permitted between the time that price sensitive information becomes available and the requisite announcement. Accordingly, if the market is not open, the announcement must be released to the ASX prior to 10.00am (Sydney time) on the relevant day and after AIM has closed at 4.30pm the preceding day.

Information to be reported

Examples of material price sensitive information include:

- major acquisitions or divestitures;
- changes in the Board or senior management;
- a material change in the Company's financial forecast or expected results;
- declaration of a dividend;
- a material change in accounting policy adopted by the Company;
- a rating applied by a rating agency to the Company or its securities, and any change in such a rating; and
- a significant change in market or regulatory conditions which is likely to have a material effect on the Company's results.

An issue of equity securities, or entering into an agreement to issue equity securities, should always be considered material, and must be immediately announced to the ASX and AIM.

The above examples are indicative only, and are not exhaustive. If in doubt as to whether information is sufficiently material, a director or employee should take a conservative view and report it to, or discuss it with, the Company Secretary.

Confidentiality Guidelines

Under ASX Listing Rule 3.1A, certain material information does not need to be disclosed if it falls within the scope of the confidentiality exemption in that Listing Rule. Once it is determined that a matter is material, the Company Secretary, in consultation with the Managing Director or the Chairman, will also consider whether it could be considered confidential. Confidential means confidential as a matter of fact. An entity may give information to third parties in the ordinary course of its business and activities and continue to satisfy Listing Rule 3.1A.2 provided the entity retains control over the use and disclosure of the information. ASX would be likely to consider that information has ceased to be confidential if the information, or part of it, becomes known either selectively or generally, whether inadvertently or deliberately. If information becomes known by others in circumstances where the entity does not retain control of its use and disclosure, Listing Rule 3.1.A.2 will not be satisfied, regardless of whether the entity or a third party disclosed the information.

It is imperative that all material information be immediately disclosed to the Company Secretary. Only the Company Secretary, in consultation with the Managing Director or the Chairman, can decide that a matter should not be disclosed because it falls within the confidentiality exemption. However, to assist with these decisions, the relevant employee should provide details as to why they consider the information may be confidential.

If a Director or employee considers that material information could be confidential, then the Director or employee (with the assistance of the Company Secretary) should take all necessary steps to ensure that the information remains confidential. For instance, that information should not be disclosed to external parties except on the basis of a written confidentiality undertaking.

Dealing with analysts

Metminco recognises the importance of the relationship between the Company and investors and analysts.

From time to time, Metminco conducts analyst and investor briefings. In these cases the following protocols will apply:

- No material price sensitive non-public information will be disclosed at these briefings unless it has been previously or is simultaneously released to the market;
- If material price sensitive non-public information is inadvertently released, it will immediately be released to the ASX and AIM, and posted on the Company's website;
- Questions at briefings that deal with material information not previously disclosed will not be answered; and
- Presentations containing material new information will be posted on Metminco's website.

The Company must ensure that it does not give analysts or other select groups of market participants any material price sensitive non-public information about the Company at any time, for example, during analyst briefings, answering analysts' questions or reviewing draft analyst research reports. It is permissible to clarify or correct any errors of interpretation that analysts make concerning already publicly available information, but only to the extent that the clarification or correction does not itself amount to giving the analyst material non-public information (such as correcting market expectations about profit forecasts).

In order to preserve transparency and confidence in the Company's disclosure practices, all information given to analysts at a briefing, such as presentation slides, should also be given to the Company

Secretary before it is presented at the briefing. The Company Secretary will consider whether the information should be released to ASX and AIM or posted on the Company's website in advance of the briefing.

The usual procedures with respect to making announcements will be followed.

All dealings with analysts should, where possible, be recorded and transcripts maintained and checked to ensure that material non-public information was not inadvertently disclosed, and if it was to immediately disclose that information to the ASX and AIM.

Authorised Spokespersons

The only people authorised to speak publicly on behalf of or in relation to the Company about the Company (i.e. to make public verbal statements in respect of the Company) are:

- the Chairman;
- the Managing Director;
- the General Manager Investor Relations; and
- any person who is expressly authorised by the Chairman or the Managing Director.

This requirement applies in respect of all enquiries by the media, analysts and shareholders.

All enquiries by regulators should be passed on to the Company Secretary.

The Chairman or the Managing Director may authorise a staff member to issue media releases or other written statements on behalf of the Company. No Director, employee or associated party (such as consultants, advisers, lawyers, accountants, auditors, investment bankers, etc.) may issue such media releases or other written statements without the express authority of the Chairman or the Managing Director.

The media and speculation

Metminco has a 'no comment' policy on media speculation and rumours, which must be observed by all employees. All such matters should be immediately reported to the Company Secretary who will in consultation with the Managing Director, Directors and nominated senior executives consider whether a release to the ASX and AIM is required.

Even if the leaked or inadvertently disclosed information is not price sensitive, investors should be given equal access to it by posting it on the Company's website.

Metminco will not provide the media with exclusive interviews, stories or information that contain material price sensitive information before disclosing that information to the market.

Trading halts

In exceptional circumstances, Metminco may request a trading halt where necessary to ensure that efficient trading in Metminco shares is maintained.

The Chairman or Managing Director in conjunction with the Company Secretary are the only Metminco employees authorised to seek a trading halt (where possible, the Managing Director or Chairman must first discuss a potential trading halt with other directors).

Website

All ASX announcements (NB AIM announcements are either equivalent to or a subset of ASX announcements) will be posted on, or made available through, the Company's website immediately after they are released to the ASX and the AIM version released to AIM.

Continuing education

When an individual joins the Company's senior management team, the Company Secretary is responsible for briefing that person on this policy. The Company Secretary is also responsible for providing both Directors and senior management with regular updates and information sessions on this policy.

Breaches

It is extremely important that all employees and associates (where applicable) comply with this policy to ensure the Company satisfies its continuous disclosure obligations at all times.

Failure to comply with this policy may lead to a breach of the ASX Listing Rule, the Act, the AIM Rules or other regulations which in turn may lead to penalties for the Company and personal penalties for Directors and officers of the Company.

Breaches of this policy will be viewed seriously and may lead to disciplinary action being taken against the relevant Director or employee. In serious cases, such action may include dismissal. Any Director or employee who becomes aware of a violation of this policy should immediately report the violation to the Managing Director or Company Secretary.

Review of Continuous Disclosure Policy

The Board will regularly review this policy to ensure it remains consistent with the Board's objectives and responsibilities and the relevant standards of corporate governance and complies with the Act. Metminco will be a model for responsible exploration and mining.