

19 January 2007

Company Announcements Office
Australian Stock Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Court application dismissed – both scheduled general meetings to proceed

On 16 January 2007 Reefton Mining N.L. applied to the Federal Court for orders to restrain a general meeting of shareholders, which had been convened by six shareholders and scheduled for 22 January 2007. This application was dismissed by the Court on 18 January 2007.

Consequently, the 22 January 2007 meeting will proceed.

The Federal Court judgment notes that the Board, as constituted after the meeting on 22 January, will have no power to cancel the separate meeting of shareholders convened by the Company for 12 February 2007. Therefore it is expected that that meeting will also proceed. If candidates proposed for election at both meetings are elected at the first meeting, the resolutions for election of those candidates will be removed from the agenda for the second meeting.

Yours faithfully

G KATCHAN
Technical Director