



9 September 2009

Dear Option Holder

NOTICE OF NON-RENOUNCEABLE ENTITLEMENT ISSUE TO OPTION HOLDERS

We are writing to you in relation to your option holding in Signature Metals Limited (**Company**).

The Company has announced to the ASX Limited (**ASX**) a pro rata non-renounceable entitlement issue of three (3) shares for every four (4) shares held by shareholders at an issue price of 1 cent per share to raise \$3,147,437 (**Entitlement Issue**).

Pursuant to the terms of the options that were issued to you, the Company is required to notify you of your right to participate in any pro rata issue of securities if you exercise your options prior to the record date for the pro rata issue.

Accordingly, take notice that in order to participate in the Entitlement Issue, you will need to exercise your options prior to the record date for the Entitlement Issue, being **5.00pm WST on 21 September 2009**.

The Company has lodged a prospectus in relation to the Entitlement Issue at the Australian Securities & Investments Commission (and the New Zealand Registrar of Companies) and this document will be despatched to shareholders of the Company on 24 September 2009. The prospectus outlines the Entitlement Issue in detail.

Should you have any queries in relation to this matter, please do not hesitate to contact the Company on (+61 8) 9481 0101.

Yours faithfully

Scott Funston
Company Secretary