

Dear Metals X Shareholder

On 10 October 2014, Metals X Limited (**Metals X** or **the Company**) announced a final dividend for the 2013/2014 financial year of 0.6785 cents per share (fully franked) and the introduction of a Dividend Reinvestment Plan (**DRP**). The Record Date for determining entitlements to the final dividend is 16 December 2014 and the dividend will be paid on 7 January 2015.

The **DRP** enables you to increase your shareholding in Metals X by reinvesting all or part of your dividend in acquiring additional shares in Metals X at a discount, currently 5%, free of brokerage, commission and other costs. The discount may be varied from time to time by the Board.

Participation in the **DRP** is currently limited to shareholders whose address in Metals X's share register is in Australia or New Zealand.

You have three options when you receive a Metals X dividend:

1. reinvest the full amount of the dividend in acquiring additional shares;
2. reinvest part of the dividend in acquiring additional shares and receive the rest in cash; or
3. receive the total dividend payment in cash.

Shareholders are advised that all cash dividends will be paid by ELECTRONIC TRANSFER. Only shareholders with an overseas address will receive payment by cheque. To come into line with the process undertaken by many listed companies, dividends will only be available for payment through the **DRP** or be paid directly into the shareholder's nominated Australian bank account (other than Shareholders with an overseas address). This supports Metals X's focus on cost minimisation, efficiency and best practice. Not only will shareholders receive their dividend payment much sooner, this will reduce the potential for misplacement of their dividend cheque.

If you are an Australian resident or subject to Australia's taxation laws, please ensure your Tax File Number is recorded so that withholding tax is not deducted at the full marginal rate from the unfranked portion of any future dividends.

A form for **DRP Election, Bank Account Details and Tax File Number Notification is enclosed.** This form needs to be completed and returned to the Company's Share Registry in the enclosed reply paid envelope prior to 17 December 2014. **Alternatively shareholders can update their details directly online at www.securitytransfer.com.au.**

Shareholders electing to participate in the **DRP** should consider their own personal circumstances, including seeking advice from their financial or other adviser.

Further information regarding the **DRP**, including a full copy of the **DRP** plan rules, is available at the Company's website - <http://www.metalsx.com.au/investors/dividend-reinvestment-plan/>.

If you have any questions regarding the **DRP**, please contact the company's share registry, Security Transfer Registrar, on 08 9315 2333 (within Australia) or +61 8 9315 2333 (outside of Australia).

Yours sincerely



Fiona Van Maanen
CFO & Company Secretary