



A.B.N. 71 002 802 646

8th March 2004.

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

Dear Sir/Madam,

Re – Issue of Options under Hydromet Employee Share Option Plan.

The Board of Directors of HydroMet Corporation Limited wishes to advise that 5,315,000 Share Options have been issued to 30 eligible employees of Hydromet in accordance with the rules of the Hydromet Employee Share Option Plan.

The options have an 8 cent exercise price, cannot be exercised before 16 February 2005 and have an expiry date of 16th February 2007.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Gregory W. Wrightson', is written over a horizontal line.

Gregory W Wrightson
Managing Director