



17 October 2000

The Manager
Company Announcements Office
Australian Stock Exchange Limited
Level 4
20 Bridge Street
Sydney NSW 2000

By Facsimile to: 1300 300 021

Dear Sir/Madam,

Issue of 34 Million Ordinary Shares

Following the Company's previous announcement on 7 August 2000 that it was seeking shareholder approval for the issue of 34,000,000 ordinary shares to the clients of Intersuisse Corporate, which was subsequently approved by resolution of shareholders at the general meeting held on 29 September 2000:

- the Directors of HydroMet Corporation Limited wish to inform the market that the issue of 34,000,000 ordinary shares was made today to the clients of Intersuisse Corporate at the price of 4.3 cents per share.

Yours sincerely,

Neil Smith
Company Secretary