



A.B.N. 71 002 802 646

1 June 2010

The Announcements Officer  
Company Announcements Office  
ASX Limited  
Exchange Centre  
Level 6, 20 Bridge Street,  
SYDNEY NSW 2000

Dear Sir

**HYDROMET CORPORATION LIMITED**

Hydromet Corporation Limited (“the Company”) (ASX code: HMC) has a class of listed options (ASX code: HMCO) that are due to expire on 30 June 2010 with an exercise price of 17 cents. The Company has received a waiver from ASX Limited (“ASX”) from Listing Rule 6.24 to the extent necessary to permit the Company not to send notices required by paragraph 6.1 of Appendix 6A.

A condition of the waiver is to provide the information as required by paragraph 6.1 of Appendix 6A to the Company Announcements Office.

That information is:

- 6.1(a) The names of the option holders are as per the Register.
- 6.1(b) 8,760,000 options (HMCO) are held to be exercisable into 8,760,000 fully paid ordinary shares (HMC).
- 6.1(c) The exercise price is 17 cents.
- 6.1(d) The due date for payment is 30 June 2010.
- 6.1(e) The options will lapse if payment is not received by the due date.
- 6.1(f) The date that quotation will end is 23 June 2010.
- 6.1(g) The latest available market price of the underlying securities is 0.2 cent.
- 6.1(h) There have been no trades in the securities in the past three months. The last previous trade was on 7 October 2009 at 0.2 cent.

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6.1(i) The Company's shares (HMC) are current trading at 3.5 cents and in the past three months have had a high market price of 4.4 cents on 4 March 2010 and a low market price of 3.1 cents on 5 May 2010. There are no underwriting agreements with Hydromet shares.

6.1(j) There are no underwriting agreements in relation to the existing options.

Accordingly an option expiry notice will not be sent to option holders. However, if the market price of the Company's ordinary shares exceeds 12.5 cents before 30 June 2010, the Company will immediately sends an option expiry notice to HMCO option holders.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Pip Tang', with a horizontal line underneath the name.

Pip Tang  
Company Secretary