

OUTBACK METALS LTD (ASX: OUM)

11 February 2015

The Manager
Company Announcements Office
Australian Securities Exchange
20 Bridge Street
SYDNEY NSW 2000

Dear Sir,

Major Shareholder South Cove to Compulsorily Acquire OUM

The largest shareholder of Outback Metals Ltd (OUM), South Cove Limited (SCL) has today advised OUM it intends acquiring all of the OUM shares and options it does not already hold in OUM. (Under the Corporations Act a holder of more than 90% of the securities by value of a company may compulsorily acquire the remaining securities in that company. SCL holds 90.17% of the issued shares of OUM).

SCL (a company associated with OUM's Chairman, Mr Graham Chrisp) has had prepared an Independent Expert's Report (IER) that concludes the prices SCL proposes to pay are fair and at the top of their estimated values. The price to be paid/share by SCL is \$0.0003.

SCL will now send notices (including a copy of the IER) to all OUM share and option holders. There is no requirement for shareholders and option holders to reply to the SCL notice.

After completion of the procedure prescribed for the acquisition process, SCL must pay to OUM the total amount for all of the shares and options being acquired and OUM will then register SCL as share and option holder of all of the shares in OUM. OUM will then write to each share and option holder asking how they wish the payment for their shares and options to be dealt with.

It is important all share and option holders ensure their postal addresses are correctly recorded with OUM. Following a recent letter mailed to OUM shareholders, 13 letters were returned as not delivered. Please contact OUM if you did not receive the letter mailed to all OUM share and option holders in January 2015 or if you have recently changed address.

Yours faithfully,



Nick Harding
Company Secretary