

# PacMag Metals Limited

## ASX ANNOUNCEMENT

### Schemes of Arrangement – Updated Timetable

16<sup>th</sup> April 2010

#### ASX:PMH

#### Board of Directors:

Chairman: R M Joyce

MD: M Clifford

Non-Exec: E Althaus

#### Web

[www.pacmag.com.au](http://www.pacmag.com.au)

#### E-mail

[info@pacmag.com.au](mailto:info@pacmag.com.au)

#### Address:

Level 2/33 Ord Street  
West Perth WA 6005

#### Postal Address:

PO Box 1569  
West Perth WA 6872

Tel: (08) 9481 2997

Fax: (08) 9321 0070

#### Registry Enquiries:

Link Market Services

Tel: 1300 553 490

Further to previous announcements regarding the proposed merger transaction, whereby TSX-listed Entrée Gold Inc ("Entrée") wishes to acquire all of the issued shares and cancel (for consideration) all of the options of PacMag Metals Limited ("PacMag") by schemes of arrangement, the Company is pleased to advise that it has received initial regulatory approval from the Australian Security Investments Commission ("ASIC") as well as a date for the first court hearing (22<sup>nd</sup> April 2010).

A revised transaction timetable is included on page two of this announcement. Subject to receipt of approvals from the Federal Court release of the scheme booklet to ASX is now scheduled for the 28<sup>th</sup> April 2010 and the PacMag shareholders and option holders meetings are now scheduled for the 4<sup>th</sup> June 2010.

Under the scheme of arrangement the offer is approximately one Entrée share for each 9.83 PacMag shares and CAD\$0.0415 for each PacMag share held on the record date. The offer may also be expressed as 0.1018 Entrée share and CAD\$0.0415 cash for each PacMag share.

The following formula can be used to calculate the offer price in Australian dollars:  $(0.1018 \text{ ETG shares} \times \text{ETG share price}^1 \times \text{foreign exchange Rate}^2 + (\text{CAD\$0.0415} \times \text{foreign exchange rate})$  for each PMH share.

By way of example, the offer consideration based on the last trading price of Entrée as at the 15<sup>th</sup> April 2010 is:

$(0.1018 \times \text{CAD\$2.89} \times 1.0712) + (\text{CAD\$0.0415} \times 1.0712) = \text{AUD\$0.36 per PMH share.}$

<sup>1</sup> Available at the website [finance.yahoo.com](http://finance.yahoo.com) use Entrée code ETG.TO.

<sup>2</sup> Based on the nominal noon rate as published by the Bank of Canada on their website.

Note that Entrée will pay the \$CAD entitlement in Australian currency, by determining the Australian currency equivalent with reference to the nominal noon rate as published by the Bank of Canada on the date at which the Schemes become effective.



## Timetable

An indicative timetable for the merger is detailed below:

Event	Date
First Court Hearing Date to approve convening of the meetings of shareholders and optionholders under the schemes of arrangement	April 22, 2010
Despatch notice of meeting to PacMag Shareholders and PacMag Optionholders	May 7, 2010
Shareholder and Optionholder scheme meetings held	June 4, 2010
Second Court Hearing Dates to obtain Final Court Approvals	June 11, 2010
Lodge Court orders with ASIC (Effective Date)	June 16, 2010
Record Date (5pm on the date which is the Second Court Hearing Date plus 5 Business Days or such other date agreed)	June 23, 2010
Implementation Date (Record Date plus 5 Business Days)	June 30, 2010

**Michael Clifford**  
Director

For further information please contact:  
Michael Clifford/Mike Joyce  
(08) 9481 2997 or [info@pacmag.com.au](mailto:info@pacmag.com.au)

### **ABOUT PACMAG (ASX:PMH)**

*PacMag is an Australian-based exploration company focused on its advanced copper-molybdenum-gold assets at Ann Mason in the USA as well as its advanced Sentinel uranium-germanium-molybdenum project located in North Dakota, USA. Ann Mason contains an inferred mineral resource of 810 million tonnes @ 0.4% copper, 0.004% molybdenum (7.1 billion pounds of contained copper metal). PacMag also holds interests in other less advanced copper projects in Australia.*