



Quay Magnesium Limited
3 Spring Street
GPO Box 5438
Sydney NSW 2001 Australia

T/ 电话 +61 2 8274 0900
F/ 传真 +61 2 8274 0999
E/ 电邮 mail@quaymagnesium.com
ABN 75 104 179 099

15th December 2010

Emma Badhni
Senior Adviser , Issuers (Sydney)
ASX Compliance
20 Bridge Street
Sydney NSW 2000

Dear Emma

Quay Magnesium Limited (Quay) requests a Trading Halt immediately under Listing Rule 17.1.

At the AGM on 26th November 2010 shareholders approved a Subscription Agreement with Clever Talent Limited which was to be completed 10 days after approval at that AGM.

Clever Talent Limited has failed to complete the subscription on the due date.

Quay is dependent on these funds in order to continue operations and it is uncertain when or if those funds will become available.

Quay is not aware of any reason why a Trading Halt should not be approved.

Regards

John Hayes
COMPANY SECRETARY