



23 August 2011

BY EMAIL

Frances Finucan
Senior Advisor, Listings (Brisbane)
Frances.finucan@asx.com.au

Dear Frances,

Response to ASX letter dated 19 August 2011.

In response to the questions you have raised I provide the following comments:

1. *Please explain why the Appendix 3Y was lodged late.*

The Appendix 3Y was lodged late due to an administrative oversight.

2. *What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19B?*

The Company has systems in place to ensure that the Company meets its disclosure obligation under listing rule 3.19B. The Company has entered into an agreement with each director that requires that the director disclose all information necessary to allow it to comply with its disclosure obligations. Mt Isa Metals believes that all directors understand their obligations under those agreements and act in accordance with their obligations. Mr Mather provided the necessary information in accordance with those obligations on time.

3. *If the current arrangements are inadequate or not being enforced, what additional steps do the Company intend to take to ensure compliance with listing rule 3.19B?*

The Board consider that the current system that is in place is adequate and the late lodgement was due to an administrative oversight.

If you have any questions regarding this, please do not hesitate to contact the office on 3303 0624.

Peter Harding-Smith
Company Secretary.





19 August 2011

Mr Peter Spiers
Managing Director
Mt Isa Metals Limited
Level 5, Santos House
60 Edward Street
BRISBANE QLD 4001

By email: pspiers@mtisametals.com.au

ASX Compliance Pty Limited
ABN 26 087 780 489
Level 5
Riverside Centre
123 Eagle Street
Brisbane QLD 4000

PO Box 7055
Riverside Centre
Brisbane QLD 4001

Telephone +61 7 3835 4000
Facsimile +61 7 3832 4114
Internet <http://www.asx.com.au>

Dear Mr Spiers

**Mt Isa Metals Limited (the "Company")
Appendix 3Y Change of Director's Interest Notice**

I refer to the following:

1. The Appendix 3Y lodged by the Company with ASX on Thursday, 18 August 2011 for Nicholas Mather (the "Appendix 3Y").
2. Listing rule 3.19A which requires an entity to tell ASX the following:
 - 3.19A.1 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the following times.
 - On the date that the entity is admitted to the official list.
 - On the date that a director is appointed.The entity must complete Appendix 3X and give it to ASX no more than 5 business days after the entity's admission or a director's appointment.
 - 3.19A.2 A change to a notifiable interest of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust). The entity must complete Appendix 3Y and give it to ASX no more than 5 business days after the change occurs.
 - 3.19A.3 The notifiable interests of a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) at the date that the director ceases to be a director. The entity must complete Appendix 3Z and give it to ASX no more than 5 business days after the director ceases to be a director.

3. Listing rule 3.19B which states as follows.

An entity must make such arrangements as are necessary with a director of the entity (or in the case of a trust, a director of the responsible entity of the trust) to ensure that the director discloses to the entity all the information required by the entity to give ASX completed Appendices 3X, 3Y and 3Z within the time period allowed by listing rule 3.19.A. The entity must enforce the arrangements with the director.

4. The Companies Update dated 27 June 2008, reminding listed entities of their obligation to notify ASX within 5 business days of the notifiable interests in securities held by each director and outlining the action that ASX would take in relation to breaches of listings rules 3.19A and 3.19B.

The Appendix 3Y indicate that the change in interests occurred on 4 August 2011. It appears that the Appendix 3Y should have been lodged with ASX by Thursday, 11 August 2011. Consequently, the Company may be in breach of listing rules 3.19A and/or 3.19B.

Please note that ASX is required to record details of breaches of the listing rules by listed entities for its reporting requirements.

ASX reminds the Company of its contract with ASX to comply with the listing rules. In the circumstances, ASX considers that it is appropriate that the Company make necessary arrangements to ensure there is not a reoccurrence of a breach of the listing rules.

Having regard to listing rules 3.19A and 3.19B and Guidance Note 22: "Director Disclosure of Interests and Transactions in Securities - Obligations of Listed Entities", we ask that you answer each of the following questions.

1. Please explain why the Appendix 3Y was lodged late.
2. What arrangements does the Company have in place with its directors to ensure that it is able to meet its disclosure obligations under listing rule 3.19A?
3. If the current arrangements are inadequate or not being enforced, what additional steps do the Company intend to take to ensure compliance with listing rule 3.19B?

Your response should be sent to me by email at frances.finucan@asx.com.au or by facsimile on facsimile number (07) 3832 4114. It should **not** be sent to the Company Announcements Office.

A response is requested as soon as possible and, in any event, not later than half an hour before the start of trading (i.e. **before 9.30am Brisbane time**) on **Wednesday, 24 August 2011**.

Under listing rule 18.7A, a copy of this query and your response **will** be released to the market, so your response should be in a form suitable for release and should separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Yours sincerely

[Sent electronically without signature]

Frances Finucan
Senior Adviser, Listings (Brisbane)

Copy Mr Peter Harding-Smith
 Company Secretary
 By email: peterhs@mtisametals.com.au