



PEGASUS METALS LIMITED

**DISCLOSURE NOTICE
– CORPORATIONS ACT 2001 – s.708A(5)(e)
FOR RELEASE TO THE MARKET – PLACEMENT OF SHARES
PEGASUS METALS LIMITED (ASX CODE: PUN)
ACN 115 535 030**

Notice under section 708A(5)(e) of the Corporations Act (the Act)

The Company advises that it has issued a total of 22,000,000 fully paid ordinary shares on the 8 February 2010.

This notice is issued pursuant to section 708A(5)(e) of the Act and the Company advises that to the best of its knowledge, information and belief as at the date of this certificate the following statements are true and not misleading:

1. the relevant securities are in a class of securities that were quoted securities at all times in the 12 months before the day on which the relevant securities were issued.
2. the Company issued the relevant securities without disclosure to investors under Part 6D.2 of the Act, in reliance on section 708.
3. As at the date of this Notice the Company has complied with:
 - (a) the provisions of Chapter 2M of the Act as they apply to the Company; and
 - (b) section 674 of the Act (as it applies to the Company).

At the date of this Notice there is no excluded information (as that expression is defined in sections 708A(7) and 708A(8) of the Act) in relation to the Company.

Yours sincerely

A handwritten signature in black ink, appearing to read 'G. Anderson', written over a horizontal line.

GRAHAM ANDERSON
Director and Company Secretary

*Neither this notice nor the Appendix 3B is an offer of securities for sale in the United States. No security of Pegasus has been registered under the United States Securities Act of 1993 (**U.S. Securities Act**), and no such security may be offered or sold in the United States absent registration under the U.S. Securities Act and applicable state securities laws or an exemption from registration under the U.S. Securities Act and such laws.*