



7 March 2012.

EXTRAORDINARY GENERAL MEETING

Altius Mining Limited (AYM) advises that further to proceedings that have been initiated by shareholders in the Supreme Court of Victoria (discussed below), Alexander King in his capacity as Chairman of the EGM, intends to exercise the discretion granted to him under Rule 39.1 of Altius' Constitution and will adjourn the business of the Extraordinary General Meeting that is due to be reconvened tomorrow (8 March 2012), pending the resolution of the Supreme Court proceedings.

Altius understands that Alexander King has decided to exercise his discretion on the basis that the Supreme Court Proceedings are currently on foot and any continuation of the EGM prior to a determination of the substantive proceedings that were initiated by shareholders may lead to confusion as to which resolutions are deemed to be valid and binding.

Altius further advises that the Supreme Court proceedings were initiated by a number of shareholders following the adjournment of the Extraordinary General Meeting (EGM) on 6 February 2012. The proceedings were initiated against Altius and its Directors claiming:

- 1) a declaration that Christopher Ford was duly elected on 6 February 2012 at the EGM, pursuant to article 37.3(b) of the Constitution to chair the EGM;
- 2) a declaration that votes were duly cast on 6 February 2012 at the EGM on the resolutions contained within the Notice of Extraordinary General Meeting;
- 3) a declaration that the resolutions made on 6 February at the EGM were duly made; and
- 4) an injunction, interim, interlocutory and permanent restraining, Alexander King, Joe Fekete, John Slade and David Herszberg from managing Altius; or

in the alternative,

- 5) a declaration that Alexander King breached his duty to act in good faith and in the best interests of Altius when exercising his discretion on 6 February 2012 to adjourn the EGM; and
- 6) an injunction, interim, interlocutory and permanent restraining the defendants from issuing any shares in Altius or causing any shares in Altius to be issued.

Following these proceedings, an injunction was granted by the Supreme Court of Victoria restraining Altius and its Directors from entering into any contract for the issue of shares in Altius, from issuing any shares in Altius or causing any shares in Altius to be issued until such time as the Court has made a decision on the proceedings described above or a further order is made by the Court.

Further details of the time and venue for the adjourned items of business will be provided once a hearing date has been set by the Supreme Court. It is expected that a date will be set down on or around 16 March 2012.

Yours sincerely,

A handwritten signature in black ink, appearing to be 'A. King', with a stylized flourish at the end.

Mr Alexander King
Managing Director