



MARKET RELEASE

20 August 2014

Pegasus Metals Limited

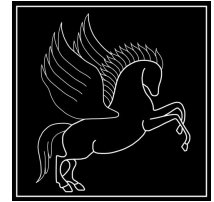
TRADING HALT

The securities of Pegasus Metals Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Friday, 22 August 2014 or when the announcement is released to the market.

Security Code: PUN

Jill Hewitt

Senior Adviser, Listings Compliance (Perth)



PEGASUS METALS LIMITED

20 August 2014

Jeremy Newman
Australian Securities Exchange Limited
Level 40, Central Park
152-158 St Georges Terrace
Perth WA 6000

Via email jeremy.newman@asx.com.au

Dear Jeremy,

TRADING HALT REQUEST

I request that the securities of Pegasus Metals Limited be placed in trading halt as follows:

1. The trading halt has been requested pending an announcement by the Company on the composition of the Board of Directors;
2. The trading halt should be until the release of an announcement by the Company, expected to be by no later than market open Friday 22 August 2014;
3. The Company is not aware of any reason why the trading halt should not be granted.

Yours faithfully,

A handwritten signature in black ink, appearing to read 'G. Anderson', written in a cursive style.

GRAHAM ANDERSON
Director/Company Secretary