



Our Ref: RDP/120151

22 June 2012

The Manager
Company Announcement Office
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

Level 11
179 Elizabeth Street
SYDNEY NSW 2000
AUSTRALIA
DX 179 SYDNEY

Telephone: (02) 9394 1144
Facsimile: (02) 9394 1100
www.gdlaw.com.au

by facsimile: 1300 135 638

Dear Sir/Madam

**Takeover Bid by Simon Henry for Hydromet Corporation Limited
ASIC Form 6021 - Notice of compulsory acquisition**

We refer to the off-market takeover bid by Simon Henry for all the ordinary shares in Hydromet Corporation Limited ABN 71 002 802 646 ("HMC").

In accordance with paragraph 661B(1)(d) of the *Corporations Act 2001* (Cth), please find **enclosed** ASIC Form 6021: *Notice of compulsory acquisition following takeover bid (Notice)* and the accompanying letter to be sent to HMC securityholders.

A copy of the Notice will be provided to HMC securityholders and ASIC.

Yours faithfully

GILLIS DELANEY LAWYERS

A handwritten signature in black ink, appearing to read 'Raymond Perkes', is written over the firm's name.

Raymond Perkes

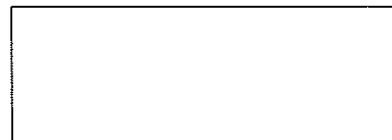
Special Counsel

Email: rdp@gdlaw.com.au

Direct Line: +61 2 9394 1115

Encl





Notice of compulsory acquisition following takeover bid

If there is insufficient space in any section of the form, you may attach an annexure and submit as part of this lodgement

Lodgement details

Who should ASIC contact if there is a query about this form?

Name

Raymond Perkes

ASIC registered agent number (if applicable)

Company/entity name

Gillis Delaney Lawyers

ACN/ABN/ARBN/ARSN

Telephone number

(02) 9394 1115

Postal address

Level 11, 179 Elizabeth Street

SYDNEY NSW 2000

Email address (optional)

rdp@gdlaw.com.au

Notice

Name and address of holder.

To:

Name and Address

[insert addressee name]

[insert address]

Securities of:

Name of target company or body

Name ('the Company')

Hydromet Corporation Limited

ACN/ARBN/ARSN

ABN 71 002 802 646

Continued... Notice

1. Under an

Tick one box Off Market Bid
 Market Bid

offers were made by

Name of bidder.

in respect of the acquisition of

Insert description of class of securities to which the bid related
 In the Company.

The offers

Tick one box closed
 are scheduled to close

on

Insert date offers closed or are scheduled to close

Date / /
 [D] [D] [M] [M] [Y] [Y]

2. You are, or are entitled to be, registered as the holder of securities in respect of which an offer was made, but have not accepted the takeover offer.

3. The bidder hereby gives you notice under subsection 661B(1) of the Corporations Act 2001 ("the Act") that the bidder has become entitled pursuant to subsection 661A(1) of the Act to compulsorily acquire your securities and desires to acquire those securities.

4. Under section 661D of the Act, you have the right, by notice in writing given to the bidder within one month after this notice is lodged with ASIC, to ask the bidder for a written statement of the names and addresses of everyone else the bidder has given this notice to.

5. Under section 661E of the Act, you have the right, within one month after being given this notice or within 14 days after being given a statement requested under section 661D of the Act (as referred to in paragraph 4 of this notice), whichever is the later, to apply to the Court for an order that the securities not be compulsorily acquired.

6. The bidder is entitled and bound to acquire the securities on the terms that applied under the takeover bid immediately before

Tick one box this notice was given.
 the end of the offer period.

7. Unless on application made by you under section 661E within one month after being given this notice (as referred to in paragraph 5 of the notice) or within 14 days after being given a statement under section 661D of the Act (as referred to in paragraph 4 of this notice), whichever is the later, the Court otherwise orders, the bidder must comply with paragraph 6 of this notice.

Signature

Name of person signing

Simon Henry

Capacity

Signature



Date signed

2 2 / 0 6 / 1 2
[D D] [M M] [Y Y]

Lodgement

Send completed and signed forms to:
Australian Securities and Investments Commission,
PO Box 9827 in your capital city.

Or lodge the form in person at an ASIC Service Centre
(see www.asic.gov.au/servicecentres)

For more information

Web www.asic.gov.au

Need help? www.asic.gov.au/question

Telephone 1300 300 630

SIMON HENRY

Office Address: Level 7, AMI House, 63 Albert Street
Auckland 1010, New Zealand

Postal Address: P O Box 3983, Shortland Street
Auckland 1140, New Zealand

Email: simonhenry.nz@gmail.com

22 June 2012

Dear HMC Shareholder,

**Takeover Bid by Mr Simon Henry for Hydromet Corporation Limited
Notice of Compulsory Acquisition**

I refer to the off-market takeover bid (**Offer**) made by me for all the ordinary shares in Hydromet Corporation Limited (**HMC**). This letter has been sent to you because you have not accepted the Offer and are currently registered as a holder of HMC shares.

Please ignore this letter and the attached notice if you have validly accepted the Offer or have recently sold your HMC shares on-market.

I have become entitled under the *Corporations Act 2001* (Cth) (**Corporations Act**) to compulsorily acquire all of the remaining HMC shares having acquired relevant interests in 91.01% of HMC shares as at the date of this letter. I have decided to exercise my right to proceed with the compulsory acquisition of all remaining HMC shares.

Please find enclosed a copy of ASIC Form 6021: *Notice of compulsory acquisition following takeover bid* (**Notice**) which I am required to give you under the *Corporations Act* in order to exercise my right to compulsory acquisition and which details the compulsory acquisition procedure and your rights. As set out in the Notice I will pay \$0.048 cash for each HMC share that I compulsorily acquire. This is the same price that is being offered under the Offer.

You do not need to sign or return the Notice. In due course, HMC will send to HMC shareholders a written notice seeking instructions on how to deal with the cash payable to the HMC shareholder under the compulsory acquisition process. HMC will also be required to hold the cash paid to it by me in trust for holders of HMC shares.

Please note that you are still able to accept the Offer in relation to your HMC shares until its closing time of 7:00pm (Sydney time) on 3 July 2012 (**Offer Close**). There will be no further extensions to the Offer Close. You are strongly encouraged to accept the Offer before then in order to ensure faster payment of the Offer consideration. If you have already accepted the Offer, or do so by Offer Close, payment of consideration will occur on or around 20 July 2012.

If you do not accept the Offer before the Offer Close, you will have your HMC shares compulsorily acquired by me and can expect to receive payment in accordance with the statutory payment requirements of the *Corporations Act* (which will be at least one month after receiving the Notice and quite possibly longer). For this reason I encourage you to accept the Offer before the Offer Close.

If you have any questions about this letter or the enclosed Notice, you may call the Offer Information Line on (03) 9620 0039.

Yours faithfully,



Mr Simon Henry