

Our Ref: RDP/120151

25 May 2012

The Manager
Company Announcements Office
ASX Limited

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

Simon Henry takeover bid for shares in Hydromet Corporation Limited

We act for Mr Simon Henry.

We refer to the Bidder's Statement and Offer document lodged with ASIC on Wednesday, 19 April 2011.

Pursuant to section 650C(1) of the *Corporations Act 2001*, Simon Henry will today send a Notice to the shareholders in Hydromet Corporation Limited extending the Offer Period.

Please find **enclosed** a copy of the Notice, and a copy of a letter to the Shareholders which is to be sent with that Notice.

Yours faithfully
GILLIS DELANEY LAWYERS

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

Raymond Perkes
Special Counsel
Email: rdp@gdlaw.com.au
Direct Line: +61 2 9394 1115

Encl

SIMON HENRY**OFF-MARKET BID FOR HYDROMET CORPORATION LIMITED ABN 71 002 802 646
NOTICE PURSUANT TO SUBSECTION 650D(1) OF THE CORPORATIONS ACT 2001
NOTICE OF VARIATION – EXTENSION OF THE OFFER PERIOD**

To: Australian Securities and Investments Commission (**ASIC**)
Hydromet Corporation Limited ABN 71 002 802 646 (**HMC**)
Holders of Ordinary Shares in HMC
ASX Limited

This notice is given by Simon Henry (**Henry**) in relation to his off-market takeover offers dated 3 May 2012 for all the ordinary shares in HMC (**Offer**) as set out in Henry's bidder's statement dated 19 April 2012 (**Bidder's Statement**).

This notice should be read together with the Bidder's Statement. Terms used in this Notice have the same meaning as in the Bidder's Statement.

EXTENSION OF OFFER

Henry gives notice pursuant to section 650D(1) of the *Corporations Act 2001*, that:

- 1 Henry varies the Offer by extending the Offer Period so that the Offer will now close on a new Closing Date being 7:00pm (Sydney time) on Tuesday 3 July 2012.
- 2 Accordingly, the Offer is varied by replacing "4 June 2012" wherever it appears in the Bidder's Statement with "3 July 2012".

A copy of this notice was lodged with ASIC on 25 May 2012. ASIC takes no responsibility for the contents of this notice.

Dated: 25 May 2012

Signed:



Simon Henry

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

25 May 2012

Dear Hydromet Shareholder,

EXTENSION OF TAKEOVER OFFER FOR HYDROMET

Today I announced an extension to the Offer Period for my Offer for all of the shares in Hydromet Corporation Limited (**Hydromet**).

The Offer Period will now close on Tuesday 3rd July, unless extended or withdrawn in accordance with the terms of the Offer and as permitted by the Corporations Act.

The Offer is compelling. The Offer price is 4.8 cents per share, payable in cash.


The Offer received the unanimous support of Hydromet's previous directors, all of whom have sold their shares and since resigned from the company. In their place, I, together with three of my nominees, are now directors and have operational control of the company.

I have a relevant interest of 81.4% in Hydromet Shares¹. Hydromet shareholders who have not accepted the offer, are encouraged to do so without delay. In the event that I receive 90% prior to the close of the Offer Period, I intend to proceed to compulsory acquisition of the remaining shares.

Investec Securities (Australia) Pty Limited continues to stand in the market on behalf of Mr Henry and accept Hydromet shares offered to it at 4.8 cents per share.

Please contact the Offer Information Line on 03 9620 0039 if you require a replacement acceptance form.

Yours sincerely,



Mr Simon Henry

¹ As at 4.30pm on 24th May 2012