

22 June 2009



Dear Shareholder,

I am pleased to report to you that the Company has successfully resolved the uncertain financial situation it had been facing for more than six months. We are now in a much healthier position, and we have both the opportunity and ability to rebuild a presence in the Australian mining sector.

On 11 June 2009, shareholders voted overwhelmingly in favour of the sale of certain of our assets to China Minmetals Non-Ferrous Metals Co., Ltd and, on Wednesday 17 June, the sale was completed. After settlement adjustments, Minmetals paid a final amount of US\$1,354 million for the assets which allowed the Company to repay in full all of its bank loan facilities and left it with a cash balance in excess of US\$575 million.

Following the completion of the sale, OZ Minerals remains listed on the ASX and you retain all of your OZ Minerals shares.

OZ Minerals is now smaller and more focused in terms of its operations but with a significantly improved financial position. We have the highly regarded, newly opened, Prominent Hill copper-gold operation in South Australia and a rejuvenated balance sheet with a substantial cash balance. We are also beginning to accrue net revenue from sales of Prominent Hill concentrate and pleasingly have seen the price of copper increase since late last year.

OZ Minerals expects to complete the sale of its Martabe project in Indonesia by the end of this month and receive settlement proceeds of US\$211 million, which will further improve our cash balance.

As well as operating Prominent Hill our immediate focus will be on restarting the development studies and exploration projects put on hold last year, which have the potential to further build the Company.

We have been fortunate to be able to recruit Terry Burgess to be our new Managing Director and CEO to take the Company forward. Terry is an excellent fit for this Company, having a technical background in metallurgy, experience as a CEO of similarly-sized Australian mining companies in the 1990s, investment banking experience and, most recently, experience with a major global mining company in business development. Terry will start in early August until which time OZ Minerals executive Bruce Loveday will act as CEO.

We thank shareholders for their support during the difficult period over the last 8 months and look forward to updating you as we get on with continuing to maximise the potential of Prominent Hill and our exploration projects.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Barry Cusack'.

Barry Cusack  
Chairman