

MELBOURNE

Level **29 600** Bourke Street
Melbourne VIC **3000** Australia
PO Box **290** Collins Street West
Melbourne VIC **8007**
phone **+61 3 9600 4922**
fax **+61 3 9642 5887**
email fhmelb@melb.fh.com.au
www.ferrierhodgson.com
DX **125** Melbourne

5 February 2009

TO THE CREDITOR AS ADDRESSED

Dear Sir/Madam

**RE: PASMINGO LIMITED
(SUBJECT TO DEED OF COMPANY ARRANGEMENT)
ACN 004 368 674
AND ITS WHOLLY OWNED AUSTRALIAN SUBSIDIARIES (“PASMINGO”)**

QUARTERLY DIVIDEND ESTIMATES

**adelaide
Brisbane
Newcastle
perth
sydney
hong kong
jakarta
kuala lumpur
Manila
Mumbai
Shanghai
singapore
tokyo**

Affiliated through
Kroll Worldwide
**united states
united kingdom**

As you are aware, we have held back a proportion of the proceeds from the float of Zinifex Limited in order to deal with the completion of the Deeds of Company Arrangement of the remaining companies that comprise the Residual Group. The process from here is effectively akin to a winding up.

Due to the commercial sensitivity of the issues relating to the retention, we are unable to provide you with either the amount or a specific breakdown of the quantum of the retention and how it has been allocated for dealing with the outstanding Residual Group issues.

As you are no doubt aware, we are currently experiencing an extremely volatile economic climate, with the general consensus being that a number of the world's major economies are in recession.

The process of estimating future dividends that may be payable to the unsecured creditors of Pasmingo involves assessing a number of contingencies, risks, uncertainties and other factors, all of which are, to a large extent, beyond the control of the Deed Administrators.

In this regard we are currently in the process of completing a full review of the Cackle Creek site to gain clarity surrounding future remediation and development costs along with a study of residential, commercial and industrial land values. Until we have received an update from our consultants and advisors on these issues we will not be in a position to provide creditors with an updated dividend estimate.

When replying please quote:

Our Ref: SM:B9

g:\rjs\pasm ltd.dca\dividend calculations\hold back cashflows and dividends\various scenarios and npvs\19 -
qtr december 2008\letter to creditors re dividend estimates dec 2008.doc

CORPORATE ADVISORY
FORENSICS
CORPORATE RECOVERY

Following the completion of our assessment, we intend to release our next quarterly forecast report on or around 30 April 2009 for the quarter ending 31 March 2009.

Disclaimer

Given these uncertainties and the contingencies that may affect the ultimate realisation of any of the scenarios, unsecured creditors and prospective acquirers of unsecured debt are cautioned not to place reliance upon the estimates provided in previous reports. You should not treat the dividend estimates as a representation or warranty by the Deed Administrators as to the likelihood of achieving the estimated dividend levels that are provided. Creditors and persons interested in acquiring unsecured debt should make their own enquiries and the Deed Administrators accept no liability for loss or damage suffered by any person relying on these estimates.

Should you have any queries in this regard, please contact Mr Richard Bastow of this office (telephone +613 9604 5175).

Yours faithfully

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

PETER McCLUSKEY
DEED ADMINISTRATOR

Encl