



Electrometals Technologies Limited

ABN 25 000 751 093

15 March 2011

The Manager
Company Announcements Office
Australian Securities Exchange

Supplementary prospectus

Electrometals Technologies Limited has today lodged a supplementary prospectus that should be read in conjunction with the Prospectus dated and lodged on 28 February 2011 (**Supplementary Prospectus**).

Enclosed is a copy of the Supplementary Prospectus.

The opening date for the Offers has been changed to Friday 18 March 2011 and the Prospectus and Supplementary Prospectus will be despatched to Eligible Shareholders and Eligible Optionholders on that date. All other dates in the timetable remain unchanged.

Additional information

If you have any queries at this time, please contact the Company on (07) 5526 4663.

Yours faithfully

Electrometals Technologies Limited

R.E. Keevers
Chairman & CEO

Electrometals Technologies Limited ACN 000 751 093

Supplementary Prospectus

Statutory information

This document is a supplementary prospectus, which supplements and must be read together with a prospectus issued by Electrometals Technologies Limited (**Company**) dated 28 February 2011 in relation to a fully underwritten non-renounceable pro rata Shareholder Offer and a fully underwritten non-renounceable pro rata Optionholder Offer of Shares at an Offer Price of 1.8 cents per New Share (**Prospectus**). This document is dated 15 March 2011 and was lodged with the ASIC on that date. ASIC takes no responsibility as to the contents of this Supplementary Prospectus. Terms used in this document have the same meaning as those expressions have in the Prospectus.

Underwriter's undertaking to limit exercise of its voting power

As disclosed in section 4.3 of the Prospectus, the Underwriter's voting power in the Company could potentially increase from 28.66% to 66.96% if no Eligible Shareholder or Eligible Optionholder accepted their Entitlements under the Offers and the Underwriter subscribed for the entire shortfall under the Underwriting Agreement.

In order to address concerns relating to this potential increase in voting power, the Underwriter has undertaken to the Company that it will only exercise a maximum of 50% of the voting power of Company even if, upon the completion of the Offers and the subscription for any shortfall, the Underwriter holds more than 50% of the voting power of Company. This undertaking will end and cease to apply if Shareholders (with the Underwriter and its associates not voting) approve the exercise of the Underwriter's ordinary voting power. The Directors' present intention is to seek the necessary approvals at the Company's AGM in May.

The ASIC has provided technical relief to allow the Company to acquire a relevant interest in itself of more than 20% as a result of the undertaking.

Underwriter's intentions

The Underwriter's intentions in relation to the exercise of its voting power is disclosed in section 4.3 of the Prospectus and remains unchanged.

Revised Offer opening date

The opening date for the Offers will now be Friday 18 March 2011 and the Prospectus and this supplementary prospectus will be despatched to Eligible Shareholders and Eligible Optionholders on that date. All other dates in the timetable on page 1 of the Prospectus, including the closing date of 1 April 2011 remain unchanged.

Authorisation

This Supplementary Prospectus is authorised by the Company and is lodged with ASIC pursuant to section 718 of the Corporations Act 2001. The Directors have consented to the lodgement of this Supplementary Prospectus in the terms of section 720 of the Corporations Act 2001.