

JG: L2150



**AUSTRALIAN
BULK
MINERALS**

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11th May 2000.

To Whom it may Concern,

Australian Bulk Minerals has had discussions with John Harrison on the potential production of Magnesium Cements using Magnesite sourced from our Savage River Mine.

Whilst the scope of the TecEco project falls beyond ABM core business interests we have supplied material for evaluation and trials by Mr. Harrison. We are interested in the development of a Magnesium Chemicals business in NW Tasmania and view a full scale magnesium cements business as a future potential customer. Whilst the business does not represent an interest area for ABM, we are happy to provide test material for ongoing lab trials and hope that TecEco Pty Ltd. can develop their technology to produce a feasible business which can utilise the existing resources available in Tasmania.

ABM is an established Iron Ore Pellet producer operating an open-cut iron ore mine, concentrator, pipeline, pellet plant and shiploading facilities in NW Tasmania. The appraised asset value is US\$337 million and we believe our established position will add significant infrastructure advantage to the development of Magnesite Ores on the NW coast.

Kind regards,

A handwritten signature in black ink that reads 'John Galbraith'. The signature is written in a cursive, slightly slanted style.

John Galbraith
PROJECTS MANAGER