



1 April 2010

NOTICE OF PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE

Terrain Minerals Limited (**Terrain**) is undertaking a pro-rata non-renounceable rights issue to all shareholders of the Company who are registered as shareholders at 5pm WST on 14 April 2010 (**Record Date**).

The shares offered pursuant to the Rights Issue will be offered at an issue price of 3.8 cents for each fully paid ordinary share (**Share**) on the basis of 2 New Shares for every 3 Existing Shares held on the Record Date with a free attaching New Option on the basis of 1 New Option for every 2 New Shares allotted, having an exercise price of 8 cents and an expiry date of 31 December 2012.

The rights attaching to the Shares together with all other relevant information relating to the Rights Issue will be set out in a prospectus which will be lodged with the ASX on 31 March 2010. A copy of the prospectus, together with the Entitlement and Acceptance Form will be sent to shareholders on or about 16 April 2010.

Key Dates

The proposed timetable for the Entitlements Issue is as follows:-

Lodgement of Prospectus and Appendix 3B	1 April 2010
"Ex" date	8 April 2010
Record Date to determine entitlements	14 April 2010
Offer Document and Entitlement & Acceptance Form sent to Shareholders	16 April 2010
Closing Date	17 May 2010

The dates are subject to change and are indicative only.

Please note the above timetable has been amended since the ASX announcement made on 31 March 2010.

Yours sincerely
TERRAIN MINERALS LIMITED

A handwritten signature in blue ink that reads 'Ian Hobson'.

Ian Hobson
Company Secretary