



7 May 2009

Dear Shareholder

**TAKE NO ACTION - UNSOLICITED OFFER BY IRON MOUNTAIN MINING LIMITED**

On 10 March 2009 Iron Mountain Mining Limited (**IRM**) announced its intention to make a takeover bid to acquire all shares in Terrain Minerals Limited (**TMX**).

IRM's offer is **unsolicited** and proposes to offer one IRM shares for every two TMX shares held, on terms and conditions outlined in IRM's announcement to ASX.

On 10 March 2009, TMX recommended shareholders **TAKE NO ACTION** in relation to the IRM bid, pending consideration by TMX of the bid and the Bidder's Statement.

On 24 April 2009 IRM released its Bidder's Statement to ASX in relation to its proposed offer.

The Directors of TMX are in the process of reviewing the bid and have appointed RSM Bird Cameron Corporate Pty Ltd to provide a report on the fairness and reasonableness of the IRM bid.

TMX shareholders are still advised to **TAKE NO ACTION** until the TMX Target Statement (including the report from RSM Bird Cameron Corporate Pty Ltd) and Board recommendations are forwarded to shareholders.

TMX believes its Target Statement will be despatched shortly and will provide shareholders ample time to consider and make a fully informed decision on the IRM offer.

In the meantime please do not hesitate to call me on +61 +8 9481 2455 should you require further information.

Yours faithfully

**KEITH WELLS**

Managing Director