



27 May 2009

Dear Shareholder,

Please find enclosed herewith, copies of the following documents;

- Terrain Minerals Ltd Target Statement and Director's Recommendations in response to Iron Mountain Mining Limited's Bidders Statement Offer, released on the 22 May 2009.
- Terrain Minerals Ltd Prospectus for a non-renounceable pro rata offer to eligible shareholders to purchase additional shares at \$0.0475 cents per share on the basis of 1 (One) share for every 6 (Six) existing shares held on the record date (22 May 2009). The share offer is at a similar price to the share placement approved at the EGM on 25<sup>th</sup> May 2009 by shareholders.
- Entitlement and Acceptance form (including additional securities) for existing shareholders to apply for shares pursuant to the Prospectus.

Should you have any queries regarding either document, please contact Mr. Keith Wells either by phone 08 9481 2455, fax 08 9481 2566 or email [terrain@terrainminerals.com.au](mailto:terrain@terrainminerals.com.au)

Yours faithfully

**KEITH WELLS**  
Managing Director

Enc (3)