AUSMELT
GLOBAL ENVIROMETAL TECHNOLOGIES

Ausmelt Limited
12 Kitchen Road
Dandenong 3175
Victoria Australia

Tel: **+ 61 3 9794 6200**
Fax: + 61 3 9794 9411
Website: www.ausmelt.com.au
Email: info@ausmelt.com.au
ABN: 72 005 884 355

8 January 2008

RELEASE TO THE AUSTRALIAN STOCK EXCHANGE

AUSMELT SIGNS ITS NINTH CHINESE CONTRACT

Ausmelt Ltd (ASX Code: AET) has signed a major new contract with a leading Chinese metals producer to provide Ausmelt TSL Technology for a new copper smelter to be built in the People's Republic of China.

The client company has requested confidentiality until its Board of Directors has approved a suitable starting date for the project.

Work on the new project is expected to begin towards the end of the March quarter. When completed, the project will be the ninth Ausmelt Technology smelter operating in China.

Ausmelt Managing Director, Mr Paul Abbott, said today: "The growing Chinese metals market and China's requirement for environmentally sustainable smelting technology are creating new business opportunities for Ausmelt technologies.

"The company is currently working on six Chinese smelting projects and Ausmelt technology is becoming the technology of choice for many Chinese metals producers."

Mr Abbott said Ausmelt's top submerged lance smelting technology had now been adopted in China to produce copper, nickel, lead and tin.

The latest signing brings the value of new contracts and work orders signed this financial year to over A$19 million – a record amount for a half-year.

Mr Abbott said the latest contract would begin contributing to earnings during the June quarter of 2008.

Details of the client company and project specifications will be released as soon as possible.

For personal use only

For further information please contact:

Mr Paul Abbott, Managing Director
Ausmelt Limited
Telephone: 03 9794 6200
Email: paul.abbott@ausmelt.com.au

Mr Jim Fogarty, Company Secretary
Ausmelt Limited
Telephone: 03 9794 6200
Email: jim.fogarty@ausmelt.com.au