

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Bass Metals Ltd

ABN

31 109 933 995

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|--|
| 1 | +Class of +securities issued or to be issued | END OF ESCROW PERIOD 20 OCT 2007
a. Ordinary shares.

b. Unlisted options. |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | END OF ESCROW PERIOD 20 OCT 2007
a. 12,058,679 Ordinary shares.

b. 1,490,000 Unlisted options. |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | END OF ESCROW PERIOD 20 OCT 2007
a. Fully paid ordinary shares.

b. 790,000 Unlisted Options exercisable at 25 cents each on or before 31 December 2007.
350,000 Unlisted Options exercisable at 30 cents each on or before 31 December 2007.
350,000 Unlisted Options exercisable at 35 cents each on or before 31 December 2007. |

+ See chapter 19 for defined terms.

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<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>a. Yes - fully paid ordinary shares.</p> <p>b. No – unlisted options.</p>						
<p>5 Issue price or consideration</p>	<p>Escrowed Securities - end of restriction period on 20 October 2007.</p>						
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>Escrowed Securities - end of restriction period on 20 October 2007.</p>						
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>Escrowed Securities - end of restriction period on 20 October 2007.</p>						
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="694 1332 997 1377">Number</th> <th data-bbox="997 1332 1279 1377">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="694 1377 997 1489">89,404,394</td> <td data-bbox="997 1377 1279 1489">Ordinary shares. (Code: BSM)</td> </tr> <tr> <td data-bbox="694 1489 997 1688">4,178,189</td> <td data-bbox="997 1489 1279 1688">Options exercisable at 40 cents each and expiring 30 April 2010. (Code: BSMOA)</td> </tr> </tbody> </table>	Number	+Class	89,404,394	Ordinary shares. (Code: BSM)	4,178,189	Options exercisable at 40 cents each and expiring 30 April 2010. (Code: BSMOA)
Number	+Class						
89,404,394	Ordinary shares. (Code: BSM)						
4,178,189	Options exercisable at 40 cents each and expiring 30 April 2010. (Code: BSMOA)						

+ See chapter 19 for defined terms.

	Number	+Class
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	1,440,000	Options exercisable at 25 cents and expiring 31 December 2007.
	350,000	Options exercisable at 30 cents and expiring 31 December 2007.
	350,000	Options exercisable at 35 cents and expiring 31 December 2007.
	1,600,000	Options exercisable at 27.5 cents and expiring 22 December 2011.
	450,000	Options exercisable at 37.5 cents and expiring 31 December 2011.
10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	NA	

Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?	NA
12 Is the issue renounceable or non-renounceable?	
13 Ratio in which the +securities will be offered	
14 +Class of +securities to which the offer relates	
15 +Record date to determine entitlements	
16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	

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|----|--|--|
| 17 | Policy for deciding entitlements in relation to fractions | |
| 18 | Names of countries in which the entity has +security holders who will not be sent new issue documents

<small>Note: Security holders must be told how their entitlements are to be dealt with.

Cross reference: rule 7.7.</small> | |
| 19 | Closing date for receipt of acceptances or renunciations | |
| 20 | Names of any underwriters | |
| 21 | Amount of any underwriting fee or commission | |
| 22 | Names of any brokers to the issue | |
| 23 | Fee or commission payable to the broker to the issue | |
| 24 | Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders | |
| 25 | If the issue is contingent on +security holders' approval, the date of the meeting | |
| 26 | Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled | |
| 27 | If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders | |
| 28 | Date rights trading will begin (if applicable) | |
| 29 | Date rights trading will end (if applicable) | |

+ See chapter 19 for defined terms.

	<input type="text"/>
30	How do +security holders sell their entitlements <i>in full</i> through a broker? <input type="text"/>
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance? <input type="text"/>
32	How do +security holders dispose of their entitlements (except by sale through a broker)? <input type="text"/>
33	+Despatch date <input type="text"/>

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of securities
(tick one)
- (a) Securities described in Part 1 Note – only 12,058,679 ordinary shares to be quoted.
- (b) All other securities
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

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37 A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

38 Number of securities for which +quotation is sought

NA

39 Class of +securities for which quotation is sought

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40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

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41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

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	Number	+Class
42 Number and +class of all +securities quoted on ASX (including the securities in clause 38)		

Quotation agreement

- 1 +Quotation of our additional +securities is in ASX’s absolute discretion. ASX may quote the +securities on any conditions it decides.
- 2 We warrant the following to ASX.

+ See chapter 19 for defined terms.

