

OM HOLDINGS LIMITED

(ARBN 081 028 337)



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18 April 2008

Company Announcements Office
ASX Limited
4th Floor
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

PROPOSED 2 FOR 1 SHARE SPLIT

The Board of OM Holdings Limited ("the Company") is proposing to subdivide the Company's issued capital on the basis that every one (1) ordinary share be subdivided into two (2) ordinary shares ("the Share Split"), and that options on issue be adjusted in accordance with the ASX Listing Rules.

The Share Split is intended to benefit shareholders by increasing the liquidity and affordability to retail investors of the shares. The Share Split is also expected to encourage extended interest from potential investors in connection with the proposed secondary listing of the Company's shares on the Main Board of the Stock Exchange of Hong Kong Limited.

If approval is given to the Share Split at the Annual General Meeting to be held in late May 2008, each share held will be split into two shares with effect from the passing of the resolution. A timetable related to the Share Split will be lodged upon dispatch of the Notice of Annual General Meeting by early May 2008.

Under the proposal for the Share Split, the Company's issued capital at the time shareholders provide approval will be subdivided. The Company's issued capital at present is 232,423,075 ordinary shares and if the Share Split is approved it will increase to approximately 464,846,150 ordinary shares. The rights and relativities of existing shareholders will, however, be fully preserved and all reconstructed shares will rank equally after the reconstruction.

In accordance with ASX Listing Rules, the Company must subdivide the unlisted options in the same ratio as its share capital and must amend the exercise price in inverse proportion to that ratio. The Company presently has outstanding a total of 14,384,500 unlisted options to subscribe for shares exercisable at various prices and expiring on various dates. Under the capital reconstruction these options will be divided in the same ratio as the Company's shares (that is to say, on a 2-for-1 basis to 28,769,000 options) and the exercise price of each option will be reduced to one half of its existing exercise price.

Yours faithfully

OM HOLDINGS LIMITED

Heng Siow Kwee/Julie Wolseley
Company Secretary

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BACKGROUND PROFILE OF OM HOLDINGS LIMITED

OMH listed on the ASX in March 1998 and has its foundations in metals trading – incorporating the sourcing and distribution of manganese ore products and subsequently in processing ores into ferro-manganese intermediate products. The OMH Group now operates commercial mining operations – leading to a fully integrated operation covering Australia, China and Singapore.

Through its wholly owned subsidiary, OM (Manganese) Ltd, OMH controls 100% of the Bootu Creek Manganese Mine (“Bootu Creek”) located 110 km north of Tennant Creek in the Northern Territory.

Bootu Creek has a capacity of 600,000 to 650,000 tonnes of manganese product annually. Bootu Creek has further exploration potential given that its tenement holdings extend over 2,872 km².

Bootu Creek’s manganese product is exclusively marketed by the OMH Group’s own trading division with a proportion of the product consumed by the OMH Group’s wholly-owned Qinzhou smelter located in south west China.

Through its Singapore based commodity trading activities, OMH has established itself as a significant manganese supplier to the Chinese market. Product from Bootu Creek has strengthened OMH’s position in this market.

OMH also holds a 11% shareholding in Territory Resources Ltd, a company presently operating the Frances Creek iron ore project in the Northern Territory.