

OM HOLDINGS LIMITED

(ARBN 081 028 337)



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Company Announcements Office
ASX Limited
4th Floor
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SYDNEY NSW 2000

Dear Sir/Madam

COMPLETION OF INVESTMENT IN THE TSHIPI PROJECT AND PROJECT DEVELOPMENT UPDATE

Investment in Ntsimbintle Mining (Proprietary) Limited

Further to the ASX Announcement dated 30 March 2010, OM Holdings Limited ("OMH") is pleased to announce it has completed the acquisition of its 26% investment in Ntsimbintle Mining (Proprietary) Limited ("Ntsimbintle") and the consideration of A\$64 million has been remitted in accordance with the terms of the Ntsimbintle Subscription Agreement.

Ntsimbintle holds a 50.1% interest in the Tshipi Kalahari Manganese Project ("Tshipi Project") in South Africa.

The investment in Ntsimbintle signifies OMH's commitment to the Tshipi Project's Black Economic Empowerment partner so as to actively pursue the Tshipi Project's optimal development plans and seek to ensure OMH's operating and marketing expertise can be applied in a manner which is mutually beneficial to the Tshipi Project, Ntsimbintle, OMH and the Pallinghurst Co-Investors.

OMH continues to view the Tshipi Project as a tier one long life manganese asset due to its outstanding quality and strategic importance which will contribute significantly to OMH's ongoing strategy to become a leading globally integrated manganese and steelmaking raw materials company.

Project Development Update

Ntsimbintle and the Pallinghurst Co-Investors ("the Project Partners") have undertaken detailed discussions on marketing and operational opportunities in order to prepare and submit a project development and operational plan for approval by the Project Partners so as to expedite the commencement of development of the Tshipi Project in late 2010.

Priorities for the development are to commence production as soon as is practicable utilising existing logistics capacity with the first phase processing capacity targeting a rate of up to 2 million tonnes per annum. Preliminary scheduling indicates production could commence at the end of the September 2011 Quarter.

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Contract and tender evaluation processes have commenced for the mining operations and procurement of mine, rail and engineer processing services.

Re-optimisation of the Mineral Resources and Ore Reserves based on additional drill data and existing marketing opportunities is also underway to provide an optimal low strip ratio starter pit and quantify any expansion in the Mineral Resource base.

Yours faithfully

OM HOLDINGS LIMITED

Heng Siow Kwee/Julie Wolseley
Company Secretary



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 the capacity to produce 1,000,000 tonnes of manganese product annually. Bootu Creek has further exploration potential given that its tenement holdings extend over 3,325km².

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 is a constituent of the S&P/ASX 200 a leading securities index.

OMH also holds the following strategic shareholding interests in ASX listed entities:

- *15% shareholding in **Northern Iron Limited** (ASX Code: NFE), a company presently producing iron ore from its Sydvaranger iron ore mine located in northern Norway;*
- *12% shareholding in **Shaw River Resources Limited** (ASX Code: SRR), a company presently exploring for manganese in Western Australia and Ghana;*
- *19% shareholding in **Scandinavian Resources Limited** (ASX Code: SCR), a company presently exploring for iron ore, manganese, gold and copper in Sweden and Norway; and*
- *7% shareholding in **Territory Resources Limited** (ASX Code:TTY), a company operating the Frances Creek iron ore mine in the Northern Territory.*