CATHAY FORTUNE INVESTMENT LIMITED (A BODY CORPORATE INCORPORATED IN HONG KONG SAR, PRC, COMPANY NUMBER 1686647) (“BIDDER”)

NOTICE OF SATISFACTION OF OFFER CONDITIONS

TO: Discovery Metals Limited (“Discovery”)

AND TO: ASX Limited

In relation to the Offer made pursuant to the bidder’s statement dated 25 October 2012 in relation to the takeover bid by the Bidder for all of the shares in Discovery (“Bidder’s Statement”),¹ the Bidder gives notice under section 650F of the Corporations Act that:

• the conditions set out in section 10 of the Bidder’s Statement as follows have been satisfied:
  • paragraph (c)(iii) (BSE Listing Committee);
  • paragraph (e)(ii) (SAFE approval); and
  • paragraph (m) (Discovery announcement re change of control);

• as at the date of this notice, the Bidder’s voting power in Discovery is 14.00%, comprising 68,154,956 shares out of a total of 486,886,451 shares presently on issue.

Unless the context requires otherwise, defined terms in the Bidder’s Statement have the same meaning in this notice.

This notice is dated 5 December 2012.

Signed on behalf of Cathay Fortune Investment Limited.

Zhang Zhenhao
Director

¹ The Bidder’s Statement is supplemented by and should be read together with the First Supplementary Bidder’s Statement dated 29 November 2012 and the Second Supplementary Bidder’s Statement dated 5 December 2012. This document is available at www.asx.com.au