



MEDUSA MINING LIMITED

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15 November 2006

The Manager
Australian Stock Exchange Limited
Level 4,
20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam

Issue of Medusa Mining Limited Shares – Secondary Trading Notice Notification Pursuant to Paragraph 708A(5)(e) of the Corporations Act 2001 ("Act")

This Notice is given by the Company under section 708A(5)(e) of the Corporations Act in relation to an issue of 766,707 fully paid ordinary shares by the Company as announced to the Australian Stock Exchange ("ASX") on 15 November 2006..

Secondary Trading Exemption

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A. A sale of the Securities noted above will fall within the exemption in section 708A (5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

- (a) the Company issued the Securities without disclosure to investors under Part 6D.2 of the Act;
- (b) as at 15 November 2006 the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and
- (c) as at 15 November 2006 there is no information:
 - (i) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (ii) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - A. the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - B. the rights and liabilities attaching to the Securities.

Yours faithfully

Geoff Davis
Managing Director