

Rule 2.7, 3.10.3, 3.10.4, 3.10.5

Appendix 3B

New Issue Announcement,

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.

Name of Entity

Western Metals Ltd

ABN

69 009 150 618

We (the entity) give the ASX the following information.

Part 1 - All Issues

1	Class of securities issued or to be issued	Ordinary shares
2	Number of securities to be issued or to be issued (if known) or maximum number which may be issued	Ordinary shares – 18,500,000
3	Principal terms of the securities	Ordinary shares - As per existing fully paid ordinary shares on issue
4	Do the securities rank equally in all respects from the date of allotment with an existing class of securities	Ordinary shares – Yes
5	Issue price or consideration	1,000,000 ordinary shares - \$0.01 17,500,000 ordinary shares - \$0.025
6	Purpose of issue	1,000,000 ordinary shares – exercise of unlisted options expiring 31 December 2007 and exercisable at \$0.01 17,500,000 ordinary shares – exercise of unlisted options expiring 30 April 2011 and exercisable at \$0.025

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7	Date of entering securities into uncertificated holdings or despatch of certificates	17 April 2007
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8	Number and class of all securities quoted on ASX	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; padding: 2px;">Number</th> <th style="text-align: left; padding: 2px;">Class</th> </tr> </thead> <tbody> <tr> <td style="padding: 2px;">465,919,179</td> <td style="padding: 2px;">ordinary fully paid shares</td> </tr> </tbody> </table>	Number	Class	465,919,179	ordinary fully paid shares
Number	Class					
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9	Number and class of all securities not quoted on ASX	<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; padding: 2px;">Number</th> <th style="text-align: left; padding: 2px;">Class</th> </tr> </thead> <tbody> <tr> <td style="padding: 2px;">2,072,990</td> <td style="padding: 2px;">Options exercisable at \$2.17 expiring 30/06/2007</td> </tr> <tr> <td style="padding: 2px;">50,000</td> <td style="padding: 2px;">Options exercisable at \$5.00 expiring 30/11/2007</td> </tr> <tr> <td style="padding: 2px;">50,000</td> <td style="padding: 2px;">Options exercisable at \$7.00 expiring 30/11/2007</td> </tr> <tr> <td style="padding: 2px;">50,000</td> <td style="padding: 2px;">Options exercisable at \$9.00 expiring 30/11/2007</td> </tr> <tr> <td style="padding: 2px;">2,500,000</td> <td style="padding: 2px;">Options exercisable at \$0.01 expiring 31/12/2007</td> </tr> <tr> <td style="padding: 2px;">5,500,000</td> <td style="padding: 2px;">Options exercisable at \$0.025 expiring 30/04/2011</td> </tr> <tr> <td style="padding: 2px;">23,000,000</td> <td style="padding: 2px;">Options exercisable at \$0.05 expiring 30/04/2011</td> </tr> <tr> <td style="padding: 2px;">9,780,821</td> <td style="padding: 2px;">Options exercisable at \$0.15 expiring 7/12/2008</td> </tr> </tbody> </table>	Number	Class	2,072,990	Options exercisable at \$2.17 expiring 30/06/2007	50,000	Options exercisable at \$5.00 expiring 30/11/2007	50,000	Options exercisable at \$7.00 expiring 30/11/2007	50,000	Options exercisable at \$9.00 expiring 30/11/2007	2,500,000	Options exercisable at \$0.01 expiring 31/12/2007	5,500,000	Options exercisable at \$0.025 expiring 30/04/2011	23,000,000	Options exercisable at \$0.05 expiring 30/04/2011	9,780,821	Options exercisable at \$0.15 expiring 7/12/2008
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10	Dividend policy on the increased capital	
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Part 2 – Bonus issue or pro rata issue

11	Is security holder approval required?	
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12	Is the issue renounceable or non-renounceable	
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13	Ratio in which the securities will be offered	
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14	Class of securities to which the offer relates	
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15	Record date to determine entitlements	
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16	Will holdings on different registers (or sub-registers) be aggregated for calculating entitlements	<input type="text"/>
17	Policy for deciding entitlements in relation to fractions	<input type="text"/>
18	Names of countries in which the entity has security holders who will not be sent new issue documents	<input type="text"/>
19	Closing date for receipt of acceptances or renunciations	<input type="text"/>
20	Names of any underwriters	<input type="text"/>
21	Amount of any underwriting fee or commission	<input type="text"/>
22	Names of any brokers to the issue	<input type="text"/>
23	Fee or commission payable to the broker to the issue	<input type="text"/>
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of security holders	<input type="text"/>
25	If the issue is contingent on security holders' approval, the date of the meeting	<input type="text"/>
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	<input type="text"/>
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	<input type="text"/>
28	Date rights trading will begin (if applicable)	<input type="text"/>
29	Date rights trading will end (if applicable)	<input type="text"/>

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is sought

39 Class of securities for which quotation is sought

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

If the securities do not rank equally please state:

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

41 Reason for request for quotation now (if issued upon conversion of another security, clearly identify that other security)

	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:
 - The issue of the securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why the securities should not be granted quotation.
 - An offer of the securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.
 - Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any securities to be quoted and the no-one has any right to return any securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the securities be quoted.
 - We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the securities to be quoted, it has been provided at the time that we request that the securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the securities to be quoted under section 1019B of the Corporations Act at the time that we request that the securities be quoted.



Company Secretary

17/04/2007

Print Name:

Mark Bianchini