

OM HOLDINGS LIMITED

(ARBN 081 028 337)



NO. OF PAGES LODGED: 30

13 October 2010

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

Dear Sir/Madam

RECORD PRODUCTION TO BE OUTLINED AT BOOTU CREEK INVESTOR BRIEFING PRESENTATION

Please find attached a copy of a presentation to be delivered by the Chief Executive Officer, Mr Peter Toth at an Investor Briefing session to be held in conjunction with a Bootu Creek Manganese Mine site visit.

The presentation highlights a number of operational production records recently achieved including:

- **Record Q3 2010 manganese production of 228k tonnes;**
- **Record Q3 2010 production of 18k tonnes of alloy and 49k tonnes of sinter ore; and**
- **Strong trading conditions in Q3 2010 underpinned marketing and logistic activities**

The Company expects to announce its 30 September 2010 Quarterly Market Update Report by 22 October 2010.

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:

- *16% 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.*



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Investor visit to Bootu Creek Strategy and Production Update – 13 October 2010

Disclaimer Notice

This presentation contains certain forward-looking information and forecasts. Such forecasts, projections and information are not a guarantee of the Group future performance and include unknown risks and uncertainties.

Accordingly, the actual results and developments may differ from those expressed or implied.

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OMH Fundamentals

1

A globally integrated pure-play manganese business

2

OMM: A world class resource and optimised production strategy

3

OMQ: A strategically located smelter and sinter plant

4

OMS: A unique marketing capability into China

5

Growth platform:

Mining - Participation in the world's largest Mn basin (RSA)

Smelting – strategic supplier of alloys to the Chinese and Asian steel industries from China and SEA

Exploration pipeline investments



OMH – Q3 Highlights

Operations

OMM record Q3 2010 production of 228kt ore (87kt in September 2010)

OMQ record Q3 2010 production of 18kt alloy and 49kt sinter

Strong **OMS** Q3 2010 shipments and sales, IFE exclusive sales and marketing agreement concluded, long-term NFE marketing agency negotiations in progress

Growth

Tshipi's S11 mining right transfer approved, project manager appointed and critical mine, plant and rail siding design tender process underway

SEA Smelting - application for smelting license in Malaysia submitted

Market

Market demand remains robust, pricing stable, technical marketing and China distribution sales strategies continue to deliver results



OMH – Q4 Outlook

Operations

OMM – Q4 2010 production forecast of 250kt and cash cost forecast of ~A\$4/dmtu FOB, offset by the impact of strengthening AUD

OMQ – alloy and sinter production interruptions are expected during the quarter due to Guangxi power supply restrictions

OMS – strong sales expectations for Q4 2010 and conclusion of NFE marketing agency agreement expected

Growth

Tshipi site establishment and critical design processes underway

Woodie Woodie DDI completed, no formal transaction opportunity being progressed due to difficulties identifying a mutually suitable transaction structure

SEA Smelting – expectation of in-principle approval of smelting license and commencement of land and power negotiations

Market

Market demand expected to remain strong with stable ore pricing

Our business today – an integrated value chain

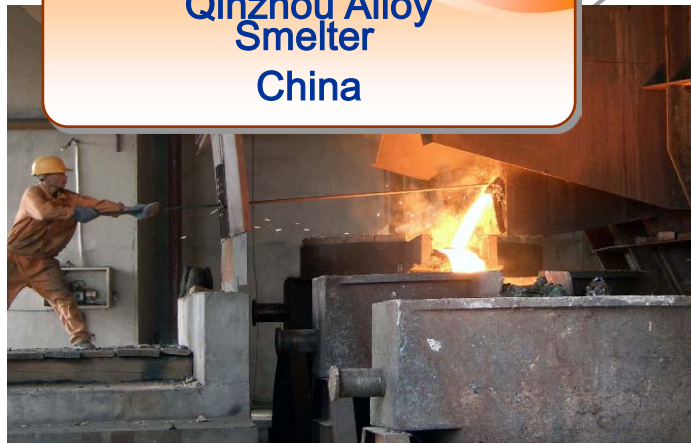
Third Party Trading and Agencies – Mn Ore and Alloy , Iron Ore , Chrome

**Bootu Creek
Manganese Mine
Australia**

**Marketing, Trading
& Logistics
Singapore**

**Asian
Steelmaking Raw
Material Customers**

**Qinzhou Alloy
Smelter
China**



Changing Market Dynamics and OMH strategic response

External environment changes:

- **robust Chinese steel production** forecast underpinned by strong fundamentals
- permanent **reduction in Chinese manganese alloy exports** and steady **decline in Chinese domestic manganese ore** supply
- **changing production economics** in traditional manganese alloy exporting countries
- increase in **South African carbonate** seaborne ore supply (peak around 2013)

OMH ore response:

- **maximise siliceous high grade manganese ore supply** capability from Bootu Creek
- timely and efficient **development of Tshipi** manganese mine
- **develop sinter capacity** in China and SEA to support the production and sales of Tshipi carbonate ore
- continue to seek **consolidation. M&A and strategic investment in** manganese ore resources and production opportunities

OMH alloy response:

- strategy of **value adding** across the entire manganese value chain
- build manganese **alloy capacity in SEA** supported by low cost power + labour + logistics
- become a **strategic manganese unit supplier** to the Asian steel industry

Vision and Strategy

Short term

Top 3 manganese producer

Medium term

Leading manganese producer

Long term

Strategic supplier of steel making raw materials

Operating Projects and Organic Growth

- OMM – 1Mtpa production + Helen and Renner Springs exploration
- OMQ – 40kt Mn alloys & 300ktpa Sinter + Sinter Plant expansion to 600Ktpa
 - OMS – China focused marketing, trading and distribution

Greenfield Exploration Pipeline

- Shaw River
- Archer and Monax
- Scandinavian Resources



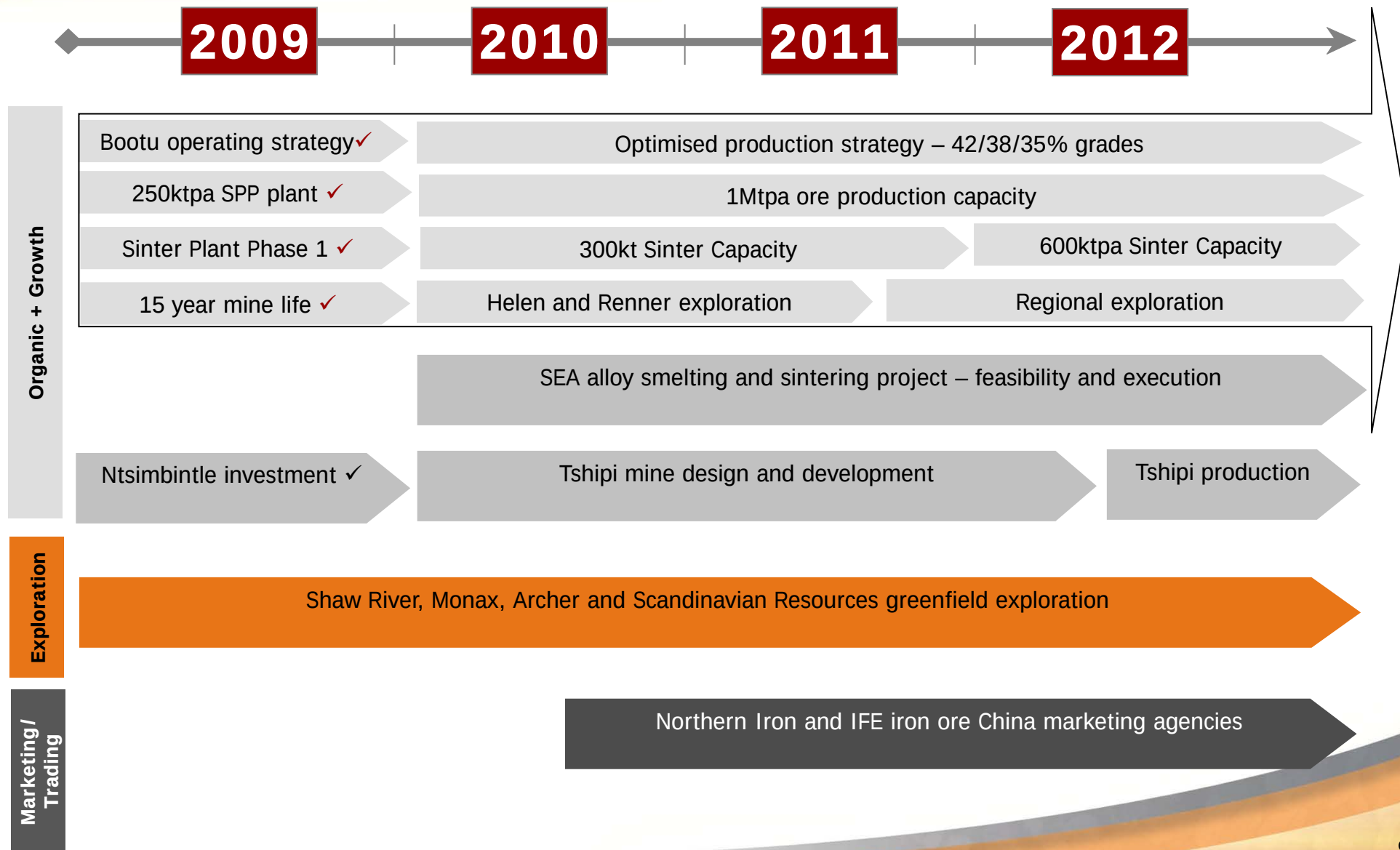
Third Party Trading and Diversification platform

- Northern Iron (NFE) – Asia marketing agency
- IronClad (IFE)- China sales and marketing

Manganese Growth

- Ntsimbintle - Tshipi Manganese project
- SEA smelting and sintering project feasibility

Business Plan timetable





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OM Manganese (Bootu Creek, Australia)

Manganese Exploration and Mining



OM Materials (Singapore)

Marketing, Trading, Distribution

OMS strategic and tactical focus

Equity product marketing and third party trading:

- Bootu ore sales
- Third party manganese ore, manganese alloys, iron ore and chrome
- Managing the China logistics and distribution network

Key China/Asia agencies:

- NFE – agency and principal sales into China during 2010, negotiating long term agency
- IFE – exclusive marketing/sales agreement for Asian market for first 2 years of production

Market Development:

- OMA (70/30) Joint Venture with technical and commercial focus
 - Northern China market penetration
 - Technical marketing - manganese and iron ore
 - China furnace leasing opportunities

OMS China Mn Distribution Network





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OM Materials (Qinzhou) China

*Smelting/ Sintering/
Domestic distribution*

OMQ Production Update - Alloy

- **H1 2010 alloy production**
 - Q1 2010 alloy production – 4,196 tonnes
 - Q2 2010 alloy production – 9,958 tonnes
- **Q3 2010 alloy production**
 - record alloy production of 17,719 tonnes, two furnaces running on full capacity
- **Q4 2010 alloy production forecast**
 - Guangxi alloy smelters are engaged in on-going discussions with the local government regarding Q4 power supply
 - Qinzhou was notified that 100% power supply for the full Q4 2010 cannot be guaranteed
 - Power supply during Q4 will continue to be reviewed on a regular basis to minimize impact
- In case of Q4 2010 power shortage OMQ will bring forward the re-line of #1 furnace as well as other planned plant maintenance activities



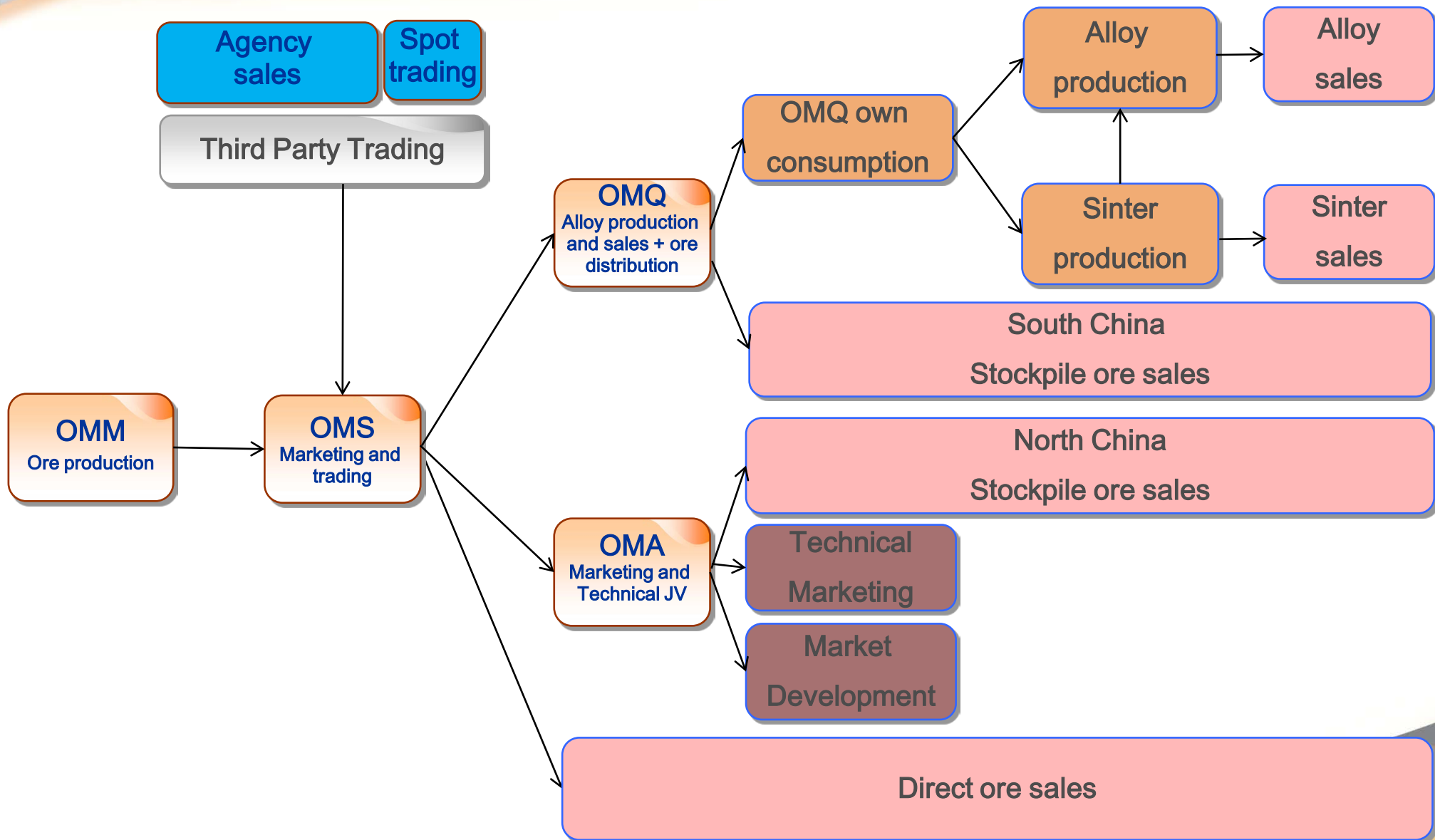
OMQ Production Update - Sinter

- **Sinter Plant Phase 1**
 - 300,000mt completed in December 2009 and commissioned in March 2010 with internally funded capex of US\$18m
- **H1 2010 production**
 - 5,649 tonnes in Q1 2010 and 34,352 tonnes in Q2 2010
- **Q3 2010 sinter production**
 - 48,625 tonnes, plant now running at budgeted 200ktpa capacity
- **Sinter expansion plan**
 - Sinter Plant Phase 2 in 2011 to increase to 600ktpa total sinter production capacity





Connecting the dots – the OMH ‘flow’





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Tshipi e Ntle

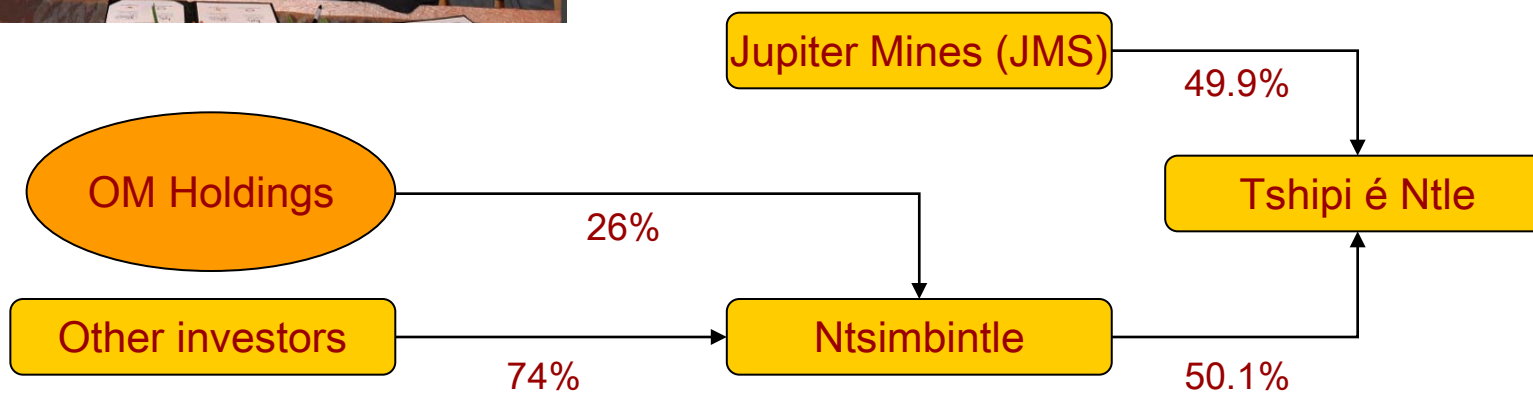
Tshipi Manganese Project



Tshipi Manganese project



In March 2010 OM Holdings successfully concluded a 26% A\$64m investment in Ntsimbintle which is the owner of 50.1% of the Tshipi Manganese Project





Tshipi Manganese project – The Facts

Located in **South Africa's Kalahari basin**, home of 80% of the world's high grade manganese ore resource

163 million tonne resource (compliant under SAMREC (2007) Code) of carbonaceous high grade ore, over 60 year mine life at 2mtpa production

Feasibility study CAPEX of approx. **US\$200 million** on 100% basis

Open pit mine, drill and blast mining, homogeneous large ore body

Production to progressively ramp up to **2mtpa level by 2013**

OMH investment **fully funded**, **marketing rights** to 50.1% of production through joint venture marketing structure **with Ntsimbintle**

Current activity focusing on **mine development** and **logistics** solutions



Tshipi Manganese Project – Progress to date

Tshipi Borwa (previously Tshipi) and Tshipi Bokone (previously Wessels) Section 11 applications to **transfer the respective mining rights to Tshipi e Ntle** (from Ntsimbintle) have been approved by the Minister of Mineral Resources

Continued strategic and operational **engagement with Transnet** (South African logistic provider) on Tshipi logistics

Resource in-fill drilling at Tshipi Borwa and resource drilling at the Tshipi Bokone prospect continues

Mine, metallurgical plant and rail siding/load out facility design **tenders to be awarded** imminently

Site establishment process to commence during Q4 2010

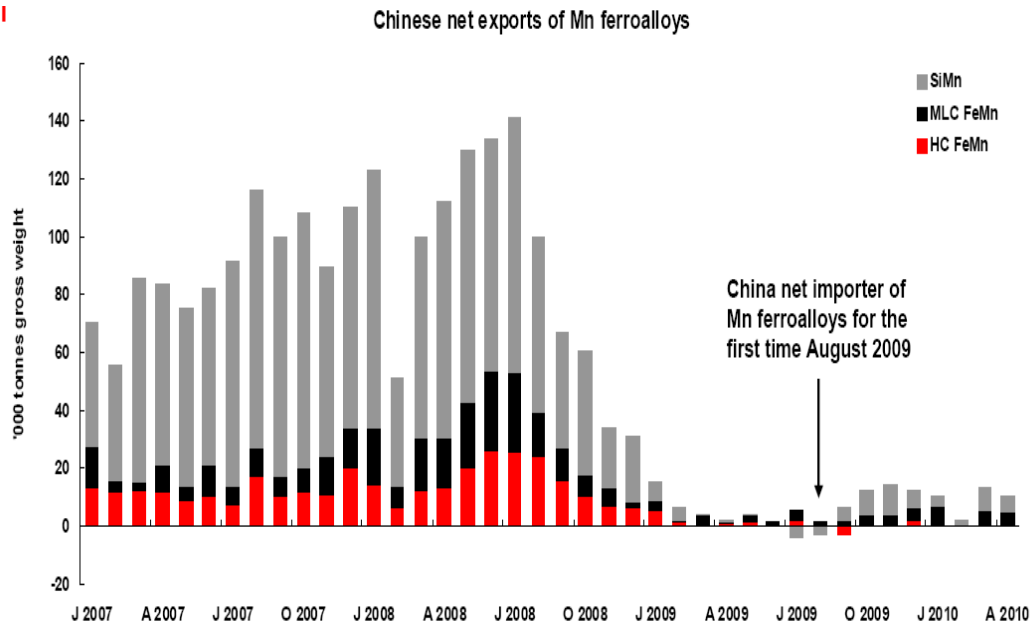
Project Manager appointed and **aggressive project development** process and timeline pursued



The SEA Smelting Feasibility

Changing Manganese industry dynamics in China

China a net importer of alloys for the first time

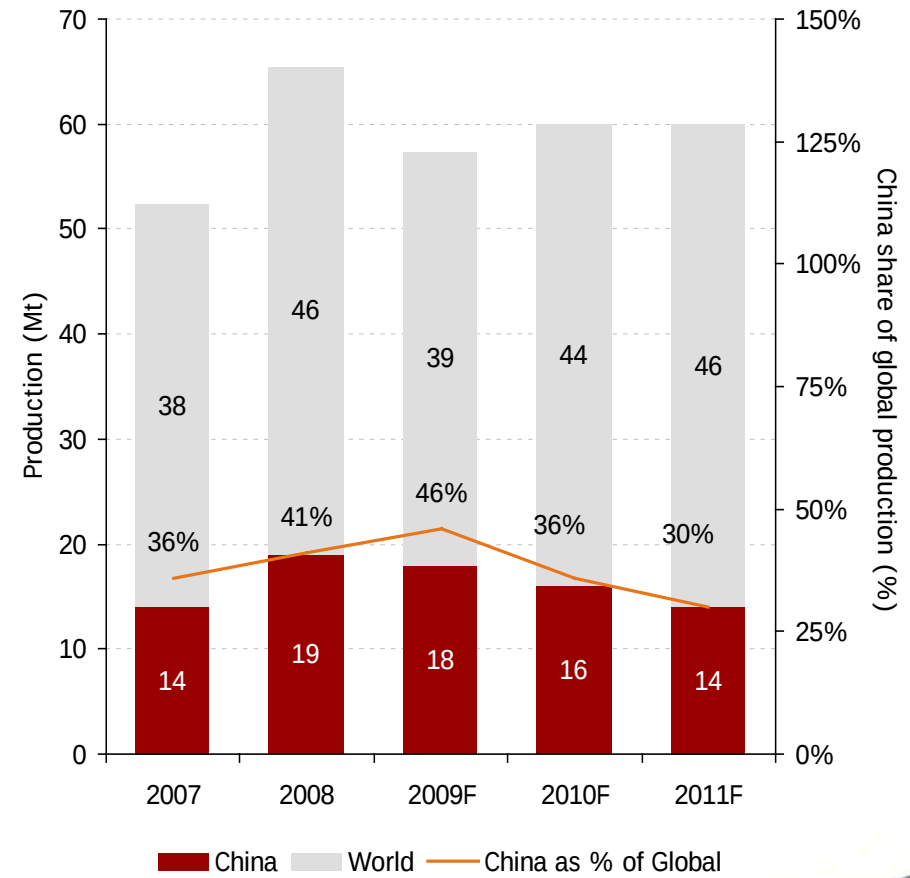


Source: GTIS, IMnI, Macquarie Research, June 2010

- China was a net importer of manganese alloys for the first time in August 2009
- Domestic ore production declining – reserves, costs
- Coal/coke availability and price
- Government and economic disincentives to export – duties, power price, capacity removal

Source: IMnI, official statistics

China's decreasing domestic manganese ore production



Source: IMnI, official statistics
Note: Figures in wet tonnes

The next generation of Manganese smelters and refineries

Investigating an integrated low-cost alloy production centre in SEA to support the growing Asian steel industry

Manganese Ore



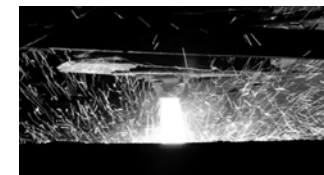
- Bootu Creek (Australia)
 - 32.9Mt @ 23.1% Mn
 - 1mtpa production
- Tshipi (South Africa)
 - 163.0Mt @ 37.0% Mn
 - 2mtpa production
- Marketing agency for Indian and Indonesian manganese ores
- Access to traded seaborne high grade manganese ores

Power



- Power 2nd major cost in manganese alloy smelting
- SEA's potential for competitively priced and stable power supply for domestic industry

Smelting + Sintering



- SEA's opportunity to become Asian's new lowest-cost-quartile alloy production centre with advantages in location and cost structure
- SEA alloy smelter to supply growing Asian steel industries
- OMH expertise in construction and operation of sinter/alloy production assets
- No import duties and export taxes

- **OMH feasibility study for a SEA manganese sinter, alloy smelter and port/distribution complex has commenced**

Why consider a smelting plant in SEA?

1.	Rapidly changing market dynamics and production economics in traditional alloy exporting countries - especially China
2.	Competitively priced and reliable power supply
3.	Zero import duty and export tax on Manganese ores and alloys
4.	Well-developed road and port Infrastructure
5.	Potential project site(s) strategically located for import and export logistics
6.	Young, educated and productive workforce
7.	Pro-business local and central government policies

OMH – a unique investment proposition

