



MARKET RELEASE

19 November 2010

Malagasy Resources Limited

TRADING HALT

The securities of Malagasy Resources Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Wednesday, 24 November 2010 or when the announcement is released to the market.

Security Code: MGY

A handwritten signature in black ink, appearing to read 'Nicholas Ong', is positioned below the security code.

Nicholas Ong
Principal Adviser, Listings (Perth)



19 November 2010

Mr Nicholas Ong
Australian Stock Exchange Ltd
Exchange Plaza
2 The Esplanade
PERTH WA 6000

By Facsimile (08) 9221 2020

Dear Nicholas,

RE: REQUEST FOR TRADING HALT

Malagasy Minerals Ltd (ASX: MGY) requests a trading halt in its securities effective from commencement of trading Monday 22 November 2010 pending an announcement by the Company regarding a proposed capital raising.

The Company requests the trading halt until the announcement is released, subject to the limit imposed by ASX Listing Rules.

The Company is not aware of any reason why the trading halt should not be granted.

If you have any queries in relation to the above, please contact me.

For and on behalf of Malagasy Minerals Ltd

A handwritten signature in black ink, appearing to read "Max Cozijn", is written over a horizontal line.

Max Cozijn
Director / Company Secretary

cc: Directors – SG/GL/PW