



InterMet Resources Limited

Annual General Meeting

Level 41, 264 George Street, Sydney

10:30am, 24 June 2011

AGM Address

Good Morning Ladies and Gentleman,

I report to you on behalf of the InterMet Resources Limited Board, at this, the sixth Annual General Meeting since the company was listed in April 2006.

As reported last financial year, efforts continued to concentrate on reviewing the many tenements acquired by InterMet until mid-2008. The focus has been on consolidating the large number of tenures held by the Company and only retain a portfolio of quality assets.

On 15 October 2010 InterMet announced the agreement to sell the Mt Lucy tenement had been terminated by Australian Jinhua Mining International Group Pty Ltd. Completion of the sale required a number of conditions to be met. The first of which required Australian Jinhua completing and being satisfied by the results of a number of investigations in respect of the mining lease.

Australian Jinhua elected to terminate the conditional sale agreement after undertaking a drill survey program and receiving a report by an independent geological consultant. They concluded that they would be unable to meet their minimum target potential resource, and as a result, the Company has fully written down its investment in the tenement.

Despite this, the Company's focus remains squarely on Queensland. The most prospective of our tenements continues to be the Munderra Project in the Mount Garnet region of North Queensland where base metal and gold mineralisation has been identified. The Munderra EPM is 15 kilometres North West of Kagara's Mt Garnet Operation and two hours' drive south west of Cairns.

However, exploration activities in Australia were scaled back during the year, as InterMet assessed the opportunity offered by Hillgrove Resources Limited on 22 June 2010 for options to acquire a 70% shareholding in five companies that own nine exploration licenses over the Landak and Tayan South Bauxite Projects in West Kalimantan, Indonesia.

InterMet's holding company, Hillgrove Resources Limited which has an 84.8% shareholding, had agreed to transfer these options subject to InterMet shareholder approval.

Our exploration team undertook extensive due diligence of the terms of the offer for the options and the underlying tenements, with the Board of InterMet advising Hillgrove Resources on 24 February 2011 that it would not be accepting the offer of assignment, as it believes InterMet would be unable to meet the conditions of the offer.

The InterMet Board remains committed to positioning the company to enable it to be funded independently of Hillgrove Resources', although Hillgrove remains supportive of InterMet in terms of continuing financial support until such time that InterMet has the ability to independently fund its activities.

Opportunities are continually being assessed, but it is important with InterMet's limited resources that any opportunity taken up adds real value to the company from a shareholder perspective. The company no longer has the extensive portfolio with its associated substantial holding costs, which now provides a much leaner proposition to consider any additional prospects.

Thank you for your patience during this review period and we look forward to reporting back to you next year.

Ronald Belz

Director & Acting Chairman