

Pegmont Mines Limited

ACN 003 331 682

Corporate Office
 65 Hume Street
 Crows Nest NSW 2065
 Telephone: 8437 3591
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The Manager,
 Stock Exchange of Newcastle Limited
 384 Hunter Street
 Newcastle, NSW 2300


Dear Sir,

Substantial Shareholder Notice and change in Directors' Interest.

We wish to advise that Mr Malcolm Mayger, a Director and Substantial Shareholder, purchased 75,000 shares in Pegmont Mines Limited at 10 cents each on 15 December 2006, in Malcolm A. Mayger Pty Limited (Superannuation Fund). Thus, his total shareholding interest in the company increased by 75,000 shares to 30,949,045 or 61.06% of the issued capital as represented by the following holdings:

	Previous holdings	Change	Current holdings
Pegasus Enterprise Limited	14,592,285	-	14,592,285
Malcolm A. Mayger	11,746,760	-	11,746,760
Lozora Pty Ltd	1,985,000	-	1,985,000
Malcolm A. Mayger Pty Ltd Superannuation Fund	1,250,000	75,000	1,325,000
Scepha Investments Pty Ltd	1,000,000	-	1,000,000
M. A. Mayger	300,000	-	300,000
Total Shareholding interest	30,874,045	75,000	30,949,045
Percentage of issued capital	60.91%	0.15%	61.06%

Yours Faithfully


 22/12/06.

Malcolm A. Mayger
Managing Director.