

Pegmont Mines Limited

ABN 97 003 331 682

Corporate Office

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28 October 2010

Mr Scott Evans
General Manager,
National Stock Exchange of Australia
384 Hunter Street
Newcastle, NSW 2300

Dear Sir,

Issue of shares

We advise that on the 28 October 2010 the Directors' resolved to allot 315,000 shares in at a deemed price of 8 cents per share, to contractors and to landowners where the company's exploration projects are located.

Yours faithfully,



J.M. Armstrong
Chairman