



MEDUSA MINING LIMITED

ABN: 60 099 377 849

Unit 7, 11 Preston Street
Como WA 6152

PO Box 860
Canning Bridge WA 6153

Telephone: 618-9367 0601
Facsimile: 618-9367 0602

Email: admin@medusamining.com.au
Internet: www.medusamining.com.au

28 October 2005

Dear Shareholder,

Invitation to Annual General Meeting - 29 November 2005

On behalf of the Board of Directors, I would like to extend an invitation to all shareholders to attend this year's Annual General Meeting, Medusa's first as a Filipino gold producer, on Tuesday 29 November 2005 at the Parmelia Hilton Hotel, commencing at 10.00 am.

This is an ideal opportunity for shareholders to meet the Company's new Chairman, Mr Kevin Tomlinson, senior management and consultants from the Company's Filipino corporations and also Messrs Bill Phillips and Sam Afdal, the principal shareholders of Philsaga Mining Corporation.

Shareholders, potential investors, brokers and analysts interested in Medusa's presence in the Philippines are urged to attend this meeting as this is an excellent forum to become acquainted with and discuss the Company's projects in the Philippines, especially having access to the Executives with first hand knowledge.

The Directors look forward to your attendance.

Yours sincerely

A handwritten signature in blue ink, appearing to read 'Geoff Davis', is positioned above the printed name and title.

GEOFF DAVIS
Managing Director
