



**Ivernia  
West Inc.**

July 3, 2003

Dear Shareholder:

We are pleased to enclose the audited annual consolidated financial statements of Ivernia West Inc. for the year ended December 31, 2002, as well as Management's Discussion and Analysis of Financial Condition and Results of Operations.

This is a time of transition for Ivernia. In June 2003, Ivernia announced that it had signed definitive agreements with The Sentient Global Resources Fund, a private resource equity fund, for a joint venture to develop the Magellan lead project in Western Australia. In addition, Ivernia has accepted in principle, subject among other things to the negotiation of definitive agreements and all required regulatory and shareholder approvals, an offer by Anglo American plc to purchase Ivernia's 50% interest in the Lisheen Mine in Ireland, and to assume all Ivernia's related debt obligations. Further details concerning each of these developments are set out in the enclosed materials.

The current timetable for completing the Lisheen sale contemplates that Ivernia will seek shareholder approval of the Lisheen sale prior to the end of August 2003. The company has therefore determined to hold its annual and special shareholders meeting in August this year so that all matters requiring your approval can be dealt with at a single meeting. You will separately receive proxy materials for the August shareholders meeting.

Yours truly,

(signed) J. Trevor Eyton  
Chairman