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6 July 2006

Company Announcements
Australian Stock Exchange Limited
Level 8, Exchange Plaza
2 The Esplanade
Perth WA 6000

Dear Sirs,

ANNOUNCEMENT – Settlement of National Australian Scrap acquisition

We attach an announcement for immediate release to the Market.

Also attached is the Appendix 3B, New Issue Announcement, application for quotation of additional securities and agreement.

Yours faithfully,



**Patrick Raper
Company Secretary
CMA Corporation Limited**

Enc

6 July 2006

CMA Announces Two Metal Trading Initiatives

CMA Corporation Limited (ASX: CMV) today announced it had completed the acquisition of Sydney scrap metal trading business National Australian Scrap.

The acquired business, which also trades as Rex Metals, will be funded through the issue of 343,520 fully paid ordinary shares issued at 29.11 cents, plus leases on the business plant and equipment to the value of \$500,000.

Settlement was effective 6 July 2006 and CMA expects the acquisition will be earnings accretive in its first year.

National Australian Scrap currently operates from a base at Mascot in Sydney, has an established scrap metal procurement network and holds a number of long-standing supply contracts with substantial private and public sector organisations. The business will be transferred to CMA's existing Alexandria yard, thus providing operational synergies and efficiencies.

CMA also announced today that it had opened a new scrap metal trading operation at Pakenham in Victoria.

Managing Director Peter Hatfull said both initiatives were part of the Company's strategy of growing its scrap metals business through building strong infrastructure throughout Australasia.

"Since listing last year, CMA has methodically built a network of scrap metal operations that provides the group with an outstanding platform for profitable growth," said Mr Hatfull.

"On an ongoing basis, we will examine further opportunities for both organic and acquisitive growth where the initiative will add value to the group and be earnings accretive."

-ends-

About CMA

CMA is a leading Australian-based scrap metal and contracting group. CMA has integrated operations in the supply, processing and exporting of scrap metal and in resource sector plant deconstruction, industrial demolition, site clearance and remediation.

CMA was established through the merger of two long-established and respected groups, scrap metals trader T&T Group and contracting group Moltoni Adams. The company listed on the Australian Stock Exchange in July 2005.

For more information please contact:

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Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

CMA Corporation Limited

ABN

40 113 329 016

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|---|
| 1 | +Class of +securities issued or to be issued | Fully paid ordinary shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 343,520 |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully paid, rank equally in all respects with existing fully paid ordinary shares |

+ See chapter 19 for defined terms.

4	<p>Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none">• the date from which they do• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment	<p>Yes. The securities rank equally with existing fully paid ordinary shares.</p>					
5	Issue price or consideration	\$0.2911 per share					
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	<p>Pursuant to a Business Sale and Purchase Agreement dated 27 June 2006, as part consideration for the acquisition of the business and assets of National Australian Scrap Pty Ltd and Antal Kecse-Nagy by CMA Metals Pty Limited (Formerly T&T Metal Trading Pty Ltd).</p>					
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	7 July 2006.					
8	Number and +class of all +securities quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	<table><tr><th>Number</th><th>+Class</th></tr><tr><td>142,798,169</td><td>Fully paid ordinary shares</td></tr></table>	Number	+Class	142,798,169	Fully paid ordinary shares	
Number	+Class						
142,798,169	Fully paid ordinary shares						

+ See chapter 19 for defined terms.

9	Number and +class of all +securities not quoted on ASX (<i>including</i> the securities in clause 2 if applicable)	Number	+Class
10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	No change	

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	Not Applicable
12	Is the issue renounceable or non-renounceable?	Not Applicable
13	Ratio in which the +securities will be offered	Not Applicable
14	+Class of +securities to which the offer relates	Not Applicable
15	+Record date to determine entitlements	Not Applicable
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	Not Applicable
17	Policy for deciding entitlements in relation to fractions	Not Applicable
18	Names of countries in which the entity has +security holders who will not be sent new issue documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	Not Applicable
19	Closing date for receipt of acceptances or renunciations	Not Applicable

+ See chapter 19 for defined terms.

20	Names of any underwriters	Not Applicable
21	Amount of any underwriting fee or commission	Not Applicable
22	Names of any brokers to the issue	Not Applicable
23	Fee or commission payable to the broker to the issue	Not Applicable
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	Not Applicable
25	If the issue is contingent on +security holders' approval, the date of the meeting	Not Applicable
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	Not Applicable
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	Not Applicable
28	Date rights trading will begin (if applicable)	Not Applicable
29	Date rights trading will end (if applicable)	Not Applicable
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	Not Applicable
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	Not Applicable

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32 How do +security holders dispose of their entitlements (except by sale through a broker)? Not Applicable

33 +Despatch date Not Applicable

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) ☒ Securities described in Part 1

(b) ☐ All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

35 ☐ If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders

36 ☐ If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over

37 ☐ A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

Entities that have ticked box 34(b)

38	Number of securities for which +quotation is sought	Not Applicable	
39	Class of +securities for which quotation is sought	Not Applicable	
40	Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities? If the additional securities do not rank equally, please state: <ul style="list-style-type: none"> the date from which they do the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	Not Applicable	
41	Reason for request for quotation now Example: In the case of restricted securities, end of restriction period (if issued upon conversion of another security, clearly identify that other security)	Not Applicable	
42	Number and +class of all +securities quoted on ASX (<i>including</i> the securities in clause 38)	Number Not Applicable	+Class

Quotation agreement

- +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.
- We warrant the following to ASX.

+ See chapter 19 for defined terms.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.



Sign here

Date: 6 July 2006

Print name: Patrick Raper - Company Secretary

+ See chapter 19 for defined terms.