



## Australian Stock Exchange Announcement

### **MAXIMUS' SHAREHOLDERS TO RECEIVE PRIORITY OFFER IN NEW URANIUM IPO**

24 May 2006

The Manager  
Companies Announcements Office  
Australian Stock Exchange  
20 Bridge Street SYDNEY NSW 2000

#### **Summary**

Maximus Resources Limited (MXR) has entered into two farm-out agreements on its South Australian and Northern Territory Uranium projects with its 100% owned subsidiary, Eromanga Uranium Resources Pty Ltd (EPL).

MXR has also agreed to sell all of the issued shares in EPL to Eromanga Uranium Limited (ERO) conditional on ERO completing a successful initial public offering (IPO). MXR will receive vendor shares under ERO's IPO.

#### **Priority Offer to Maximus Resources Limited Shareholders**

As part of the agreements, ERO has agreed to allocate MXR shareholders a position in its IPO, details will be announced when the ERO prospectus has been finalised.

#### **Eromanga Basin Joint Venture**

The Eromanga Basin Joint Venture (JV) consists of 18 exploration licence areas covering 15,755 square kilometers in South Australia and the Northern Territory, acquired to explore for sedimentary uranium deposits.

The Eromanga Basin JV involves exploration licence applications 15/06 to 23/06 and 26/06 to 30/06 totalling

12,748 square kilometres in South Australia and exploration licence applications 25161 to 25163 and 25166 totalling 3,007 square kilometres in the Northern Territory.

EPL will spend \$7 million over a maximum of six years to earn a 70% interest and will act as the manager and operator of the JV.

#### **Billa Kalina Joint Venture**

Through a previous share sale agreement with Flinders Diamonds Limited, MXR purchased the non-diamond mineral rights to the Billa Kalina Project.

The Billa Kalina JV includes exploration licences 3170, 3337, 3338, 3525 and 3526 totalling 4084 square kilometers in South Australia.

The Billa Kalina JV is located approximately 70 kilometres northwest of the Olympic Dam Mine and contains iron-oxide-copper-gold-uranium targets in older basement rocks and sedimentary uranium targets in younger cover sequences.

EPL can earn a 50% interest by spending \$3 million over a maximum of six years and will be the manager and operator of the JV.

#### **Sale of Eromanga Uranium Resources Pty Ltd**

MXR has agreed to sell all the issued shares in EPL to ERO in exchange for the issue of vendor shares in ERO. This is conditional on MXR shareholders approving the transaction and ERO successfully completing its IPO.

ERO will be primarily focused on exploration for and development of economic resources of uranium.

A prospectus for the IPO will be made available when the shares are offered. Anyone who wishes to acquire shares will need to complete the application form that will accompany the prospectus.

ERO will be led by the highly experienced team of Robert Kennedy (Non-executive Chairman), Kevin Lines (Managing Director), Ewan Vickery and Kevin Wills (Non-executive Directors). Richard Willson is the Company Secretary.

A handwritten signature in blue ink, appearing to read 'K Wills'.

**Dr Kevin J A Wills**  
Managing Director

For further information please contact  
Kevin Wills on 08 8132 7960 or 0419 850 997