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31 October 2007

NON-RENOUNCEABLE RIGHTS ISSUE

OPTIONS NEED TO BE EXERCISED IF YOU WISH TO PARTICIPATE

Dear Fellow Optionholder

As of the date of this letter you are the registered holder of Options in Maximus Resources Limited ("Maximus"). On 23 October 2007, the Directors of Maximus announced a Non-renounceable Rights Issue.

The one for two pro-rata Non-renounceable Rights Issue ("Rights Issue ") to shareholders will raise approximately \$9.48 million (before costs) through the issue of up to 47,381,681 new fully paid ordinary shares. The Rights Issue is expected to be underwritten by Patersons Securities Limited.

Each shareholder eligible to participate in the Rights Issue will be entitled to subscribe for one New Ordinary Share in the capital of the Company for every two existing ordinary shares registered in their name at 5.00 pm Adelaide Time on Monday, 12 November 2007 ("the Record Date").

The New Ordinary Shares will be issued at a cost of 20 cents per share, which is at a 39.4% discount to the last sale price of 33 cents recorded on the Australian Stock Exchange Limited ("ASX") prior to the date of the announcement of the Rights Issue.

The net proceeds from the Rights Issue will be used as working capital to finance the further exploration and development of projects in the Company's existing portfolio as well as to look for new project opportunities. The main thrust of the Company's current activities will be as follows:

- In Western Australia, to continue programs locating iron ore, uranium, nickel and vanadium mineralisation in the large Windimurra/Narndee Project near Mount Magnet. A new airborne electromagnetic survey is also being planned over the Windimurra/Narndee Project area.
- In South Australia, to continue to explore for new gold deposits near old gold mines in the Adelaide Hills Gold Province and to continue exploration and mine development studies at the Bird-in-Hand Gold Mine.
- In Queensland, at the Sellheim Gold Project, work will continue towards outlining an alluvial gold resource in conjunction with a basement hard-rock exploration program.

Upon completion of the Rights Issue, all eligible shareholders of the Company will be entitled to receive one (1) free Bonus Option for every five (5) shares held as announced on 13 July 2007.

As an option holder you are not entitled to participate in the Rights Issue or receive the Bonus Option in accordance with the terms of the issue of Maximus options. You may only participate in new issues of securities if your Option has been exercised and shares allotted in respect of the Option before the Record Date for determining entitlements to the new issue.

If you wish to participate in the Rights Issue and Bonus Option, I encourage you to exercise your Option as soon as possible by sending a completed exercise form and payment to the Company's share registrar, Computershare in time to be on the register by the record date. Please note a notice of exercise is only effective when the Company has received the full amount of the exercise price in cleared funds or cash.

I recommend you seek independent investment advice from your stockbroker, accountant or other professional financial advisor before making an investment decision.

On behalf of the Board I encourage you to consider exercising your option to participate in the Rights Issue and receive a Bonus Option. Maximus Resources is in exciting times and the Rights Issue and Bonus Option issue has been structured to enable involvement by all shareholders.

Yours faithfully

A handwritten signature in black ink, appearing to be 'R M Kennedy', with a large loop at the end.

R M KENNEDY
Chairman