



1 November 2007

## NON-RENOUNCEABLE RIGHTS ISSUE

Dear Fellow Shareholder

On 23 October 2007, the Directors of Maximus Resources Limited ("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 in Maximus ("New Ordinary Shares").

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.

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 Wednesday, 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.

Maximus shareholders whose registered address is in Australia or New Zealand will be eligible to participate. All other overseas registered shareholders will not be eligible to participate.

Full details of the issue are contained in the Prospectus dated 1 November 2007, which was lodged with the Australian Securities & Investments Commission and the ASX Limited on Thursday, 1 November 2007. The Prospectus together with an Entitlement and Acceptance Form and an explanatory letter will be mailed to all eligible shareholders on Thursday, 15 November 2007.

Key dates which shareholders should note are as follows.

Announcement of Rights Issue	23 October 2007
Securities quoted on an ex-basis and rights trading starts	5 November 2007
Record Date to determine entitlements to New Shares	12 November 2007
Despatch of Prospectus and Acceptance Forms and Offer Opens	15 November 2007
Last day for acceptance and payment in full	29 November 2007
New Shares quoted on deferred settlement basis	30 November 2007
Allotment and dispatch by the Company of holding statements for New Shares	7 December 2007

After the 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.

The Bonus Option Issue is to reward shareholders for the support given to the Company and to allow further participation in the future capital requirements of the Company.

The Bonus Issue will be made to all shareholders recorded on the Company's register as at a date to be advised. Only holders of shares on the Company's register on the Bonus Option Record Date will be eligible to receive the Bonus Option.

The main terms and conditions of the Bonus Option are as follows:

Offer Basis:	One (1) Bonus Option for every five (5) ordinary shares held
Exercise Price:	\$0.20
Option Record Date:	To be advised
Expiry Date:	30 June 2009

Yours faithfully

A handwritten signature in black ink, appearing to be 'R M Kennedy', written in a cursive style.

R M KENNEDY  
Chairman