

7 May 2009

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

ASX ANNOUNCEMENT FIRST NON-CORE ASSET SALE – CANEGRASS PROJECT

HIGHLIGHTS

- *Sale of Canegrass Magnetite Iron – Vanadium Prospect for \$1.3M*
- *Further rationalisation of assets and exploration risk planned*

SALE OF CANEGRASS

The Maximus Board has actively sought funds to allow it to progress the company's portfolio of advanced exploration projects further towards feasibility and ultimate production. A Rights Issue and Placement were undertaken but, by the first quarter of 2009, it has become even more difficult to raise equity funds.

To enable Maximus shareholders to gain benefit from some of several exploration assets discovered and advanced during the three years in which the company has been listed, the Board made the difficult decision to offer selected non-core assets for sale. During late March – early April this year, some 37 companies were invited to review data relating to the extensive Narndee Project and make offers to purchase the project outright. With the Company's change of focus towards gold, the Narndee Project is considered to be a non-core asset.

The outcome of this marketing program resulted in successful negotiations on the Canegrass Project, which forms part of the Narndee Project (Figure 2,) with Flinders Mines Limited (Flinders), which has hematite iron ore resources in the Pilbara and was looking to expand its iron ore interests into the emerging Mid West Iron Province of Western Australia.

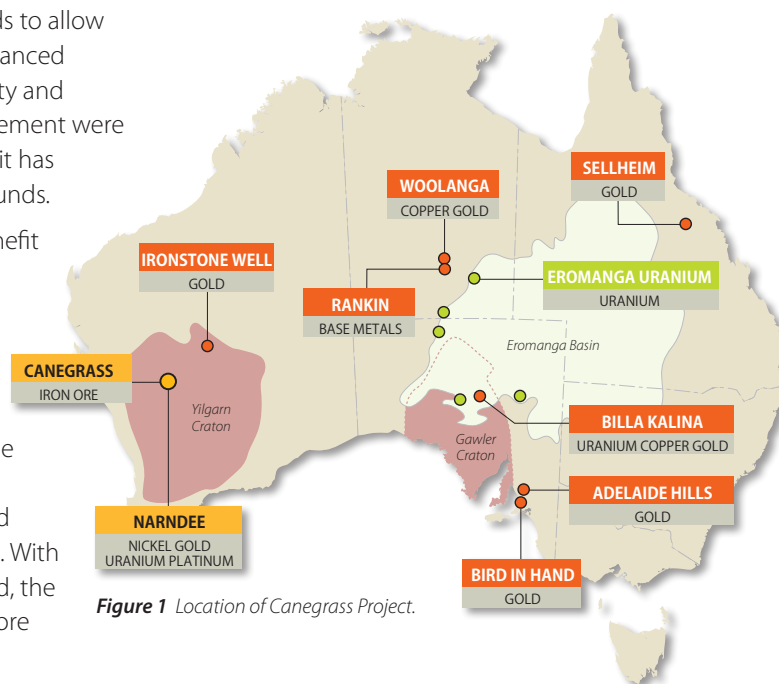


Figure 1 Location of Canegrass Project.

It should be noted that due to a conflict of interest between some common Directors on the boards of Maximus and Flinders, several of the Maximus Directors took no part in the consideration of the Flinders offer to Maximus and approval of the transaction was given by non-conflicted Directors.

CONSIDERATION AGREED

The consideration is \$200,000 cash and the issue of ordinary shares in Flinders to the value of \$1.1 million (16.92 million shares at a price of 6.5cents). Completion is anticipated within 14 days. Maximus will receive a net smelter royalty of 2% on any future production that may eventuate from the Canegrass tenement package (Figure 2). The project being divested is not considered to be a substantial asset pursuant to the Listing Rules of the ASX and shareholder approval is therefore not required.

USE OF CONSIDERATION

The consideration received will be used in part for working capital and to continue efforts to divest or farm out further exploration assets. Exploration assets being considered for sale or farm out include:

- Windimurra Uranium Prospect (Figure 2) where an inferred resource of 19 million tonnes averaging 180ppm U₃O₈ – 7.5 million pounds - has been previously estimated (see ASX release 20 December 2007).
- Several airborne electromagnetic anomalies within geological settings of the Nardee Project capable of yielding discoveries of massive sulphides containing nickel – platinum group metals and copper-zinc (Figure 2).
- Ironstone Well Project (Figure 1) where an indicated and inferred resource of 1.5 million tonnes averaging 1.6 grams gold per tonne – 81,000 ounces – has been previously estimated (see Maximus Quarterly Report for December Quarter 2007).

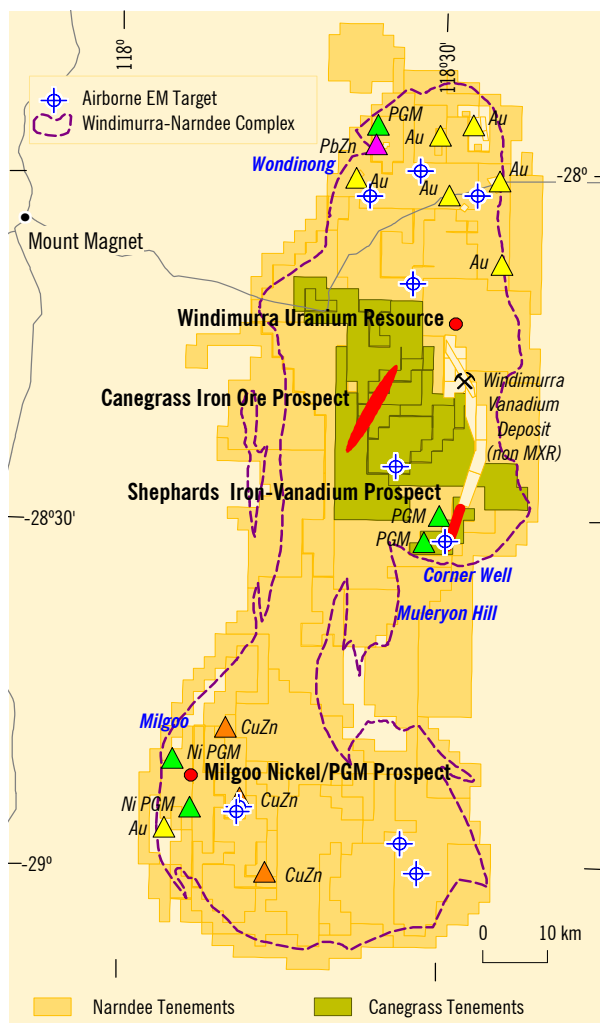


Figure 2 Nardee Project tenements..

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Competent Person Statement

The information in this report that relates to Exploration Results, Mineral Resources and Ore Reserves is based on information compiled by Mr Gary Maddocks who is a Fellow of the Australasian Institute of Mining and Metallurgy and acts as a consultant to Maximus Resources Limited in this matter. Mr Maddocks is a Chartered Professional (Geology) of the Australasian Institute of Mining and Metallurgy and acts as a consultant to Maximus through his company, GEM Exploration Management Services. Mr Maddocks has more than five years relevant experience in the style of mineralisation and types of deposit under consideration and consents to inclusion of the information in this report in the form and context in which it appears. Mr Maddocks qualifies as a Competent Person as defined in the 2004 Edition of the "Australasian Code for reporting of Exploration Results, Mineral Resources and Ore Reserves".