



14 July 2011

Dear Shareholder

### **Rights Issue**

On 13 July 2011, Maximus Resources Limited (“MXR”) announced a pro-rata one-for three non-renounceable rights issue (“Rights Issue”).

The Rights Issue seeks to raise approximately \$1.14 million (before costs) through the issue of approximately 114.02 million new fully paid ordinary shares in MXR.

### **Use of Funds**

The net proceeds from the Rights Issue will be used for working capital purposes to fund exploration and development including the following:

- Detailed field exploration activities, including drilling on the Narndee Tenements near Mt Magnet in Western Australia following an extensive review of all recent and historic exploration data to identify high priority exploration targets.
- Ongoing review and preliminary evaluation of possible acquisitions or Joint Ventures. Maximus has been undertaking reviews of potential Joint Venture or project acquisition opportunities that represent an early transition to production. A specific requirement of the reviews is that any project must be shovel-ready or very close to production approval.
- Working capital

### **Details of the Rights Issue**

MXR shareholders with registered addresses in Australia or New Zealand at 7.00 pm (Adelaide time) on 21 July 2011 (“Record Date”) will be eligible to participate in the Rights Issue (“Eligible Shareholders”). All other overseas registered shareholders will not be eligible to participate.

Each Eligible Shareholder will be entitled to subscribe for one new ordinary share in the capital of MXR for every three existing ordinary shares registered in their name on the Record Date. The new ordinary shares will be issued at a cost of 1.0 cents per share.

The Rights Issue will be partially underwritten by the directors as detailed in the prospectus dated 13 July 2011. The directors reserve the right to place the remaining shortfall at their discretion within three months after the close of the offer. Eligible Shareholders’ entitlements pursuant to this Rights Issue are non-renounceable and accordingly Eligible Shareholders may:

- Take up their rights in full or in part
- Do nothing in which case their rights will lapse; or
- Take up their rights in full and apply for additional new shares.

Full details of the Rights Issue are set out in the Prospectus dated 13 July 2011, which was lodged with the Australian Securities and Investment Commission and ASX on that date. The Prospectus together with an Entitlement and Acceptance Form will be mailed to all Eligible Shareholders on 25 July 2011. A copy of the Prospectus is available through the ASX website.

### Key dates

Key dates which shareholders should note are as follows:

Announcement of Rights Issue	13 July 2011
Prospectus lodged with ASIC and ASX	13 July 2011
Notice sent to Shareholders	14 July 2011
'Ex' date	15 July 2011
Record Date	21 July 2011
Despatch of Prospectus, Rights Issue opens	25 July 2011
Rights Issue closes	9 August 2011
ASX notified of under-subscriptions	12 August 2011
Allotment of new shares and dispatch of holding statements	17 August 2011
New shares commence trading on ASX	18 August 2011

*There will be no deferred settlement trading.*

These dates are indicative only and, subject to the Corporations Act 2001 and the ASX Listing Rules, may be varied as the directors decide.

Applications for new ordinary shares under the Rights Issue may only be made by completing the Entitlement and Acceptance Form which accompanies the Prospectus. Eligible Shareholders should read the prospectus carefully. For further information on the Rights Issue, you should contact your professional advisor.

Yours faithfully  
Maximus Resources Limited



Kevin Malaxos  
Managing Director