



**ARGONAUT**  
SECURITIES PTY LIMITED

ABN 72 108 330 650  
AFS Licence No. 274 099  
ASX Market Participant

13 May 2009

Company Announcements Platform  
ASX Limited  
20 Bridge Street  
SYDNEY NSW 2000

**For immediate release to the market**

**UNCONDITIONAL ON-MARKET OFFER FOR ROYALCO RESOURCES LIMITED AT  
A\$0.30 PER SHARE**

Argonaut Securities Pty Limited (ABN 72 108 330 650) (**Argonaut Securities**) will, on behalf of Starmont Ventures Pty Ltd (ACN 137 002 067), a subsidiary of Anglo Pacific Plc (**Starmont**), offer (**Offer**) pursuant to section 635 of the *Corporations Act 2001* (Cth) (**Corporations Act**) to acquire on-market all of the fully paid ordinary shares in Royalco Resources Limited (**Royalco**) on the Australian Securities Exchange (**ASX**) that exist or will exist at any time during the Offer Period (as defined below) and are not already controlled by Anglo Pacific (**Royalco Shares**).

The Offer will be made at a price of A\$0.30 per Royalco Share (**Offer Price**).

**From the date and time of this announcement and ending at 5.00pm on 29 June 2009 (unless extended), Argonaut Securities (on behalf of Starmont) will accept at the Offer Price every Royalco Share offered to it on-market, up to a maximum number of 52,759,032 Royalco Shares (this number includes 10,592,559 Royalco Shares already controlled by Anglo Pacific) plus any additional Royalco Shares which are issued during the Offer Period.**

As the bid is a market bid, the Offer is unconditional and payment of the consideration will be by way of cash.

The key features of the Offer are:

- the bid is by way of an on-market, unconditional offer of A\$0.30 cash per Royalco Share;
- Argonaut Securities will accept Royalco Shares offered to it on-market **from today**, at the Offer Price; and
- Argonaut Securities will stand in the market on behalf of Starmont and accept Royalco Shares offered to it at the Offer Price from the date of this Announcement. However, the Offer will officially commence on **28 May 2009** (being the first trading day after the end of 14 days after the period of this announcement) and ending on **29 June 2009 (Offer Period)**, unless extended as permitted under the Corporations Act.

**Broker**

Starmont has appointed Argonaut Securities as its agent for the purchase of Royalco Shares on-market.

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### **Acceptance**

As the Offer will be an on-market offer, accepting shareholders may only accept the Offer on-market through brokers which are members of ASX.

### **Variation of Offer**

In accordance with ASX Market Rule 20.2.1(e)(iii), Argonaut Securities is required to state that the Offer Period may be extended and the Offer Price may be increased in accordance with the Corporations Act.

Starmont reserves the right to withdraw unaccepted Offers in the limited circumstances permitted by, and in accordance with, Part 6.7 of the Corporations Act, at any time before the end of the period in which the Offers remain open for acceptance.

### **Payment of consideration for Shares and brokerage**

The usual rules for settlement of transactions which occur on-market with ASX will apply in respect of acceptance of the Offer and purchase of Royalco Shares by Argonaut Securities on behalf of Starmont. This means that if a holder of Royalco Shares accepts the Offer, they will receive the Offer Price per Royalco Share on the date of acceptance on a T + 3 basis (being the third trading day after the date of the transaction) in accordance with ASX practice.

Any brokerage charged by brokers acting for holders of Royalco Shares wishing to sell their shares will be the sole responsibility of Royalco Shareholders.

### **Bidder's Statement**

In accordance with section 635(1) of the Corporations Act, a Bidder's Statement will today be served on Royalco. Copies of the Bidder's Statement will also be sent to the ASX and lodged with the Australian Securities and Investments Commission. A copy of the Bidder's Statement will also be sent to the holders of Royalco Shares before commencement of the Offer Period.

Argonaut Securities has not authorised, caused or been involved in the issue of the Bidder's Statement. Argonaut Securities makes no representation regarding, and to the extent permitted by law, excludes any responsibility for, any statements in or omissions from any part of the Bidder's Statement.

### **Announcement**

This announcement has been prepared by Argonaut Securities from the information contained in the Bidder's Statement provided by Starmont to Argonaut Securities. To the extent permitted by law, Argonaut Securities excludes any responsibility for any statement in or omission from this announcement to the extent that the statement or omission is based upon the information contained in the Bidder's Statement provided by Starmont to Argonaut Securities.

### **Royalco Shares**

Immediately prior to the making of this announcement:

- as far as Starmont is aware, there are 52,759,032 Royalco Shares on issue;
- Starmont and its associates had a relevant interest in 10,592,559 Royalco Shares; and
- Starmont and its associates had a voting power in Royalco Shares of approximately 20.1%.

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Signed for and on behalf of Argonaut Securities Pty Limited:

A handwritten signature in black ink, appearing to read 'E. Rigg'.

EDWARD G. RIGG  
**Managing Director**

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