



ASX ANNOUNCEMENT

VALHALLA URANIUM LTD SHARE ISSUE

Resolute Mining advises that Valhalla Uranium Ltd has today lodged its prospectus with the ASIC. After the expiry of the exposure period, the prospectus will be printed and is expected to be available for distribution from 18 November 2005.

The prospectus is for an offer of up to 20,000,000 Valhalla Uranium shares at an issue price of 40 cents each to raise \$8,000,000.

Resolute Mining will hold 100,000,000 Valhalla Uranium shares (83.33% of the Company, post the issue) which will be subject to an escrow period of 24 months.

Resolute Mining shareholders are invited to apply for shares in two ways.

A Priority Offer of 17,500,000 shares is to be set aside for Resolute Mining shareholders to subscribe for Valhalla Uranium shares. Due to the large number of Resolute Mining shareholders and the relatively modest amount to be raised it is not possible to make this available to all Resolute Mining shareholders.

Therefore only Resolute Mining shareholders holding at least 10,000 Resolute Mining shares and registered at the close of business on the Priority Entitlement Date of 14 November 2005 will be made a Priority Offer.

The Priority Offer to these shareholders will be for a minimum application of 5,000 shares (\$2,000) and a balance of further shares pro rata to their Resolute Mining shareholding.

Applications under the Priority Offer can only be made on the personalised yellow Priority Offer Application Form which will be sent to the eligible Resolute Mining shareholders with the prospectus. This Form will show the total minimum application amount for that shareholder.

A total of 2,500,000 Shares plus any shares not subscribed for under the Priority Offer will be available under the Public Offer. The Public Offer is open to public investors including Resolute Mining shareholders. Those Resolute Mining shareholders applying under the Public Offer will be given favourable consideration for allocations.

The Prospectus for the Public Offer is available from Patersons Securities Limited or in electronic form at www.psl.com.au and www.valhalla uranium.com.au (including during the exposure period).

The Offer is planned to close in early December 2005 with trading in Valhalla Uranium shares expected to commence prior to the end of the year.



PETER SULLIVAN
Chief Executive Officer

7 November 2005