



ASX Circular

Date 2 February 2011

Key topics

1. Altona Mining Limited
2. ASX Code: AOH
3. Entitlement Offer

Reading List

Client Advisers
 Compliance Managers
 Corporate Advisory
 DTR Operators
 Issuers
 Institutions
 ASTC Participants
 Office Managers
 Operations Managers (back office)
 Research Analysts
 ACH Participants
 Market Participants

Authorised By

James Rowe

Contact

James Rowe

ASX Markets Supervision Pty Ltd
 ABN 26 087 780 489
 2 The Esplanade
 Perth WA 6000

Internet: <http://www.asx.com.au>

No responsibility is accepted for any inaccuracies contained in the matter published.

ALTONA MINING LIMITED – ACCELERATED NON-RENOUNCEABLE ENTITLEMENT OFFER

Participating Organisations are advised that Altona Mining Limited (the "Company") has announced an underwritten 2 for 5 accelerated non-renounceable pro rata entitlement offer (the "Entitlement Offer"), at an offer price of \$0.31 per new share (the "Offer Price") to raise up to \$30.4 million. The Company has also announced an underwritten institutional placement (the "Institutional Placement") at the Offer Price and has raised \$16.5 million and a conditional placement subject to shareholder approval of \$22.1 million (the "Conditional Placement")

The Entitlement Offer has two components:

- An institutional entitlement offer, where offers have been made to qualifying institutional shareholders for them to apply for their pro-rata entitlement to raise approximately \$3 million (the "Institutional Entitlement Offer").
- A retail entitlement offer, where an offer will be made to qualifying retail shareholders for them to apply for their pro-rata entitlement to raise approximately \$27.4 million (the "Retail Entitlement Offer").

The Record Date for the Entitlement Offer is 3 February 2011.

The Retail Entitlement Offer is expected to close on 25 February 2011.

The Company will ignore changes in security holdings which occur after the commencement of the trading halt on Monday, 31 January 2011 (other than registrations of transactions which were effected through ASX Trade before the commencement of the trading halt).

New securities issued under the Entitlement Offer and Institutional Placement will rank equally with existing shares on issue.

The indicative timetable in relation to the Entitlement Offer is as follows:

Date	Event
31 January 2011	<ul style="list-style-type: none"> Trading Halt commenced Announcement of capital raising Cleansing notice under s708AA(2)(f) lodged with ASX Appendix 3B lodged with ASX Institutional Entitlement Offer & Placement opens
2 February 2011	<ul style="list-style-type: none"> Trading halt lifted - Trading recommences Institutional Entitlement and Placement results announced
3 February 2011	<ul style="list-style-type: none"> Record date for determining entitlements (7.00pm)
8 February 2011	<ul style="list-style-type: none"> Retail Offer Booklet lodged with ASX Retail Offer period commences
8 February 2011	<ul style="list-style-type: none"> Retail Offer Booklet and Acceptance Form despatched
10 February 2011	<ul style="list-style-type: none"> Institutional Entitlement Offer & Placement settlement date
11 February 2011	<ul style="list-style-type: none"> Institutional Entitlement Offer & Placement Allotment Date Institutional & Placement shares commence trading on ASX on a normal settlement basis
25 February 2011	<ul style="list-style-type: none"> Retail Offer closes (5.00pm)
8 March 2011	<ul style="list-style-type: none"> Retail Settlement date
9 March 2011	<ul style="list-style-type: none"> Retail Allotment date
10 March 2011	<ul style="list-style-type: none"> New Shares issued under Retail Offer commence trading on ASX on a normal settlement basis

Settlement issues

Despite the fact that securities are trading "ex entitlement" on ASX Trade, CHESS will not recognise for settlement purposes the "ex entitlement" or the "cum entitlement" tag on CHESS messages and CHESS will not maintain cum balances during the deemed "CHESS ex-period", i.e. the period commencing on the deemed CHESS Ex-Date up to and including the record date. However, a record date cum balance will be available the business day following the record date, which will be equal to the registered holding balance at CHESS end of day on the record date. As a result any transfer that occurs prior to record date will be effectively transferred on a "cum" basis.

Therefore, Participants must ensure that any transfer, including the priming of Broker Entrepot Accounts, is conducted in accordance with the basis of quote. For example, a transfer in relation to a transaction conducted on an ex-basis should ordinarily only occur post record date.

CHESS will perform automatic diary adjustments to "cum entitlement" settlement obligations outstanding as at the record date.

Trading issues

ASX will not price a "cum" market with respect to trading in the Company's securities. Persons who acquire the Company's securities after the commencement of the trading halt on 31 January 2011 are not entitled to participate in the Entitlement Offer.

Further information

For further details, please refer to the Company's recent announcements.

For personal use only