



ANCHOR RESOURCES LIMITED

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**Companies Announcements Office
Australian Securities Exchange Limited**

Anchor Resources Limited (ASX code AHR) announces Non-Renounceable Rights Offer

Anchor Resources Limited (**Company**) is pleased to announce that it is undertaking a non-renounceable rights offer to eligible shareholders of the Company to acquire 1 new share for every 4 shares held at an issue price of \$0.16 per new share (**Rights Offer**) to raise \$1,599,369 of additional capital. This is a discount of approximately 8.6% to the closing price as at 11 November 2010, and 10.2% below the Volume Weighted Average Price (VWAP) of Anchor Resources Shares over the five trading days prior to the announcement of the Rights Offer.

The purpose of the Rights Offer is to provide additional working capital to Anchor Resources Ltd and its subsidiaries, to fund the continuation of exploration activities (focused principally on significantly advancing the Company's Bielsdown antimony project) through to December 2011.

The Company is offering the new shares under the Rights Offer without disclosure to investors under Part 6D.2 of the Corporations Act 2001 (Cth) (**Corporations Act**) in accordance with section 708AA(2)(f) of the Corporations Act, as notionally modified by the Australian Securities and Investments Commission Class Order 08/35 (**CO 08/35**).

Shareholders entitled to the Rights Offer are those holding shares in the Company at 5:00 pm (AEDST) on Monday 29 November 2010 (**Record Date**). These eligible shareholders will be entitled to subscribe for ordinary shares in the Company at a ratio of 1 share for every 4 shares held at the Record Date. (Any fractional entitlements will be rounded down to the nearest share).

The Rights Offer is open to shareholders of the Company with registered addresses in Australia and New Zealand at the Record Date. Shareholders who have registered addresses outside of Australia and New Zealand (at the Record Date) will not be eligible to participate in the Rights Offer.

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The Company has detailed the terms of the Rights Offer in the form of an Offer Letter lodged with the ASX. The Offer Letter and personalised Entitlement and Acceptance Form will be sent to shareholders on 3 December 2010.

The Closing Date for receipt of Entitlement and Acceptance Forms by the Share Registry will be 5:00pm AEDST on Wednesday 22 December 2010.

If after the Closing Date all allotted shares have not been subscribed for by eligible shareholders, the Board of the Company intends to seek bids from shareholders, institutions and other prospective investors for the shares comprising the shortfall. Provision has been made for eligible shareholders to make application for additional shares beyond their entitlement on the Entitlement and Acceptance Form.

For full details of the Rights Offer please refer to the Offer Letter, a copy of which is attached to this announcement.

Yours faithfully
ANCHOR RESOURCES LIMITED

A handwritten signature in black ink, appearing to read 'Ross Moller', written over a horizontal line.

Ross Moller
Company Secretary

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