

Significant Share Transaction

Aquila Resources Limited (ASX:AQA, **the Company** or **Aquila**) notes that approximately 50 million of its shares were traded in a block this morning at a price of \$3.75 per share, together with a number of other large trades at the same price. Aquila has not been notified as to the identity or intentions of the purchaser, however it notes media speculation and the trading halt request this morning by Mineral Resources Limited (ASX:MIN, **Mineral Resources**) suggesting that the purchaser is an entity associated with Mineral Resources.

The purchaser is required to lodge a substantial shareholder notice by 9.30am AEST tomorrow. Aquila believes that the vendors of these shares are entities associated with M&G Investment Management Limited.

Aquila's independent board sub-committee (**IBC**) welcomes this recognition that the value of the Company's shares is well in excess of the current \$3.40 cash per share conditional off-market takeover offer (**Offer**) by Baosteel Resources Australia Pty Ltd and Aurizon Operations Limited.

The IBC reaffirms its advice set out in its letter to shareholders on 5 June 2014 following dispatch of the Bidder's Statement in relation to the Offer.

Until the IBC provides shareholders with a formal recommendation shareholders are advised to TAKE NO ACTION in relation to the Offer.

Aquila has opened a shareholder information line to address any enquiries you may have at this stage. Shareholders can access the information line on the following numbers: 1800 992 673 (in Australia) and +61 1800 992 673 (from overseas).

Aquila will continue to keep you informed of further material developments concerning the Offer as appropriate.

Yours sincerely,

Tony Poli
Executive Chairman

For further information, please contact:

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