



ASX ANNOUNCEMENT

19 July 2010

Allotment - Section 708A Notice

Arc Exploration Limited ("ARX" or "the Company") has today effected an allotment of 9,740,898 ordinary fully paid shares and 4,870,449 ARXOA options in the Company in respect of the drilling undertaken on the Company's Trenggalek Gold Project in Indonesia.

The allotment was made pursuant to Section 708 of the Corporations Act 2001. All of the shares and options issued under the placement will rank pari passu with existing ARX ordinary shares and ARXOA options.

In accordance with Section 708A (5)(e) of the Act, the Company gives notice that:

- The Company has issued these shares and options without disclosure to the placee under Part 6D.2 of the Act;
- As at the date of this notice, the Company has complied with:
 - the provisions of Chapter 2M of the Act as they apply to the Company;
 - Section 674 of the Act
- As at the date of this notice there is no excluded information (as defined in Section 708A (7) of the Act) which is required to be disclosed by the Company.

For further information please contact:

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