

3 August 2010

Dear Unitholder,

UNITHOLDERS ARE ADVISED TO TAKE NO ACTION – DO NOTHING & IGNORE LAXEY'S APPROACHES

On 27 July 2010, **The Trust Company Limited** made an announcement regarding its nomination as replacement responsible entity (RE) of the LinQ Resources Fund (ASX:LRF) ('the Fund'). As part of this disclosure, an Isle of Man based hedge fund, **Laxey Partners Limited**, who currently hold approximately 10 per cent of the Fund, is named as the party requesting a meeting of unitholders (through its nominee, HSBC Custody Nominees (Australia) Limited) to consider appointing The Trust Company Limited as replacement RE.

LinQ Capital Limited, the Responsible Entity for the LinQ Resources Fund, had **NO CONTACT** with Laxey Partners or The Trust Company prior to receiving this request and, at this stage, Laxey's motivations are unknown and unsolicited. We are therefore urging all unitholders to treat their actions with **CAUTION**.

We are seeking further information and remain unsure of Laxey's intentions, including whether Laxey's interests are aligned with those of long term investors.

It is incumbent on the Board to act in the best interests of all unitholders, and it is our duty to keep you fully informed on Laxey Partners, The Trust Company, and also the underlying performance of the LinQ Resources Fund. The Board will draw on our collective experience to ensure the interests of **ALL UNITHOLDERS** are best served.

We will be writing to all unitholders shortly with more information about Laxey, their intentions and the Board's recommendation for your vote.

In the meantime, we urge that you **DO NOTHING**, and ignore any direct approaches from Laxey that may include unitholder letters, or telephone calls. If you have any questions, please call Clive Donner, Simon Durack or Emmanuel Heyndrickx at LinQ Capital on 08 9488 8888 within Australia, or +618 9488 8888 outside Australia.

Yours faithfully,



Gordon Toll
Chairman