



ANCHOR RESOURCES LIMITED

ABN 49 122 751 419 ACN 122 751 419
Suite 404, 25 Lime St, Sydney NSW 2000
Phone: +61 2 9279 1231 Fax: +61 2 9279 2727
www.anchorresources.com.au

24 October 2007

Dear Fellow Shareholder

ANCHOR RESOURCES LIMITED OPTIONS (AHRO)

The Board of Directors of Anchor Resources Limited (ASX Code: AHR) would like to thank you for participating in the recent issue of Options.

We are delighted with the strong support we have received, with 85.1% of the 15,340,000 Options taken up. As outlined in the Options prospectus, the Board of Directors will look to allocate the remaining shortfall at its discretion over the coming three months.

Attached with this letter is your Options Holding Statement together with an Option Exercise Form and the Terms of the Options.

The Options (**ASX Code: AHRO**) commenced trading on the Australian Securities Exchange (ASX), on a deferred settlement basis, on 22 October 2007 with current bids at a premium to the issue price.

The coming year promises to be an exciting one for Anchor following recent advances, including:

- Exploration of Aspiring Uranium Project - now back under full Anchor control;
- The acquisition of new uranium projects, enhancing our uranium portfolio - as announced to the ASX yesterday;
- Applications for two copper-gold licences in the Tritton mine area of NSW; and
- Completion of airborne geophysical survey of the Birdwood Project.

For further information contact Anchor Resources Limited in Sydney on **02 9279 1231**.

To receive future ASX announcements electronically, join the Anchor distribution list by sending your request and email details to admin@anchorresources.com.au

Once again, thank you for your ongoing support of Anchor Resources Limited.

Yours sincerely

ANCHOR RESOURCES LIMITED

Trevor Woolfe
Managing Director

TERMS OF OPTIONS

Anchor Resources Limited

The Options will entitle the holders to subscribe for fully paid ordinary Shares in the Company on the following terms:

1. Each Option entitles the holder to acquire one fully paid ordinary Share in the Company.
2. The Options may be exercised at any time until 31 March 2010. Each Option may be exercised by forwarding the Company, at its principal office, the exercise notice, duly completed, together with payment by way of cheque or bank draft drawn on an Australian Bank in Australian Dollars of the sum of twenty five cents (25¢) per Option exercised. The Options will lapse at 5.00pm EST on 31 March 2010.
3. The Options may be transferred by an instrument (duly stamped where necessary) in the form commonly used for transfer of Options at any time until 31 March 2010, subject to any restrictions which may be imposed by ASX if the Company is listed upon ASX.
4. Optionholders shall be permitted to participate in new issues of securities on the prior exercise of Options in which case the Optionholders shall be afforded the period of at least nine (9) business days prior to and inclusive of the record date (to determine Entitlements to the Issue) to exercise the Option.
5. Shares issued on the exercise of Options will be issued not more than fourteen (14) days after receipt of a properly executed exercise notice and application monies. Shares allotted pursuant to the exercise of an Option will rank equally with the then issued ordinary Shares of the Company in all respects. Official quotation of the Shares will be sought.
6. In the event of any reconstruction (including consolidation, sub-division, reduction or return) of the issued capital of the Company, all rights of the Optionholder will be changed to the extent necessary to comply with the Listing Rules applying to the reconstruction of capital at the time of the reconstruction.
7. If there is a bonus Issue to Shareholders, the number of Shares over which the Option is exercisable may be increased by the number of Shares which the holder of the Option would have received if the Option had been exercised before the record date for the bonus Issue.

NOTICE OF EXERCISE OF OPTION

To: Anchor Resources Limited C/- Registries Limited, PO Box R67, Royal Exchange, Sydney NSW 1223

I / We.....
Name of Option holder/s (Please use block letters)

.....
Registered address of Option holder/s (Please use block letters)

hereby exercise my options to apply for
(number in words) *(in figures)*

fully paid ordinary shares in the capital of Anchor Resources Limited and I/we enclose my/our cheque for \$.....
in payment of such shares at \$0.25 per option subscription. I/we request that you allot me/us on the share register the number of shares to which I am/we are entitled and I/we agree to accept such shares subject to the Company's Constitution.

PLEASE SIGN HERE:

Shareholder 1 (Individual) <div style="border: 1px solid black; height: 40px; width: 100%; margin-top: 5px;"></div> Sole Director & Sole Company Secretary	Joint Shareholder 2 (Individual) <div style="border: 1px solid black; height: 40px; width: 100%; margin-top: 5px;"></div> Director	Joint Shareholder 3 (Individual) <div style="border: 1px solid black; height: 40px; width: 100%; margin-top: 5px;"></div> Director / Company Secretary
---	---	---

Business Telephone No. () Date