



SUMMIT RESOURCES LIMITED

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3 December 2009

The Company Announcements Office
Australian Securities Exchange Limited
Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

Summit Resources Limited – Renounceable Rights Issue

Summit Resources Limited (**Summit**) is pleased to announce that it will be undertaking a fully underwritten 1 for 50 renounceable rights issue of fully paid ordinary shares in Summit (**New Shares**) at a price of \$1.93 for each New Share (**Rights Issue**) to raise approximately \$8.1 million.

Purpose and use of funds raised

The purpose of the Rights Issue is to raise funds to be used for further exploration work on Summit's Isa North tenements, to meet commitments under the Isa Uranium Joint Venture with Paladin Energy Limited (**Paladin**), to meet Summit's ongoing general operating and administration costs and for expenses associated with previously announced litigation.

Basis of participation

Under the Rights Issue, Eligible Shareholders (as defined below) will be entitled to apply for 1 New Share at a price of \$1.93 per New Share for every 50 Summit shares held by them at 4.00 pm (Perth time) on 14 December 2009 (**Record Date**) subject to the terms of the Rights Issue (**Rights**). The full terms of the Rights Issue are outlined in the Rights Issue Booklet that will be released to ASX today and mailed to Eligible Shareholders following the Record Date.

The Rights are renounceable. This means that Eligible Shareholders who do not wish to take up all or some of their Rights may sell or transfer some or all of their Rights.

Trading of Rights will commence on ASX on 8 December 2009 and will cease on close of trading on 29 December 2009. Rights to which Eligible Shareholders are entitled may be sold on ASX between these dates should they choose not to take up their Rights in full.

Eligible Shareholders

Summit is making the Rights Issue available to Eligible Shareholders only. Eligible Shareholders are those persons who:

- are the registered holder of Summit shares at the Record Date and have a registered address in Australia or New Zealand;
- are not in the United States or a U.S. Person or acting for the account or benefit of a U.S. Person (each as defined in rule 902 of the U.S. Securities Act of 1933, as amended); and

- are eligible under all applicable securities laws to take up or sell their Rights.

The Rights Issue is not being extended to any Summit shareholder with a registered address outside Australia and New Zealand.

Underwriting

The Rights Issue is fully underwritten by Patersons Securities Limited (**Patersons**) pursuant to an underwriting agreement between Patersons and Summit dated 3 December 2009 (**Underwriting Agreement**). The Underwriting Agreement includes terms that are customary in an agreement of this nature, including terms permitting Patersons to terminate the agreement on occurrence of certain events.

Patersons has entered into sub-underwriting agreements with Paladin and Areva NC Australia Pty Limited (**Areva**). Under these sub-underwriting agreements, Paladin and Areva have committed to Patersons to sub-underwrite the Rights Issue on terms consistent with the Underwriting Agreement by subscribing for New Shares in respect of Rights not taken up, or not able to be taken up, under the Rights Issue, in proportion to their respective shareholdings in Summit.

No Prospectus/Shareholder approval

The Rights Issue is being made pursuant to section 708AA of the Corporations Act 2001 (Cth) (**Corporations Act**) which permits Summit to conduct the Rights Issue without issuing a prospectus. Instead, Summit has lodged with ASX a notice in accordance with section 708AA(2)(f) of the Corporations Act and Eligible Shareholders will receive the Rights Issue Booklet that contains information detailing how to participate in the Rights Issue and to sell their Rights if they choose to do so. A copy of the offer document has been lodged with ASX.

Shareholder approval is not required for the Rights Issue.

Timetable

Event	Date
Announcement of Rights Issue	3 December 2009
Lodgement of Appendix 3B, Cleansing Notice and Rights Issue Booklet with ASX	3 December 2009
Existing Summit shares quoted on an ex-Rights basis	8 December 2009
Rights trading on ASX commences	8 December 2009
Record Date for determining entitlements under the Rights Issue	4.00 pm (Perth time) 14 December 2009
Rights Issue Booklet and Entitlement and Acceptance Forms despatched, and Rights Issue open for acceptances	18 December 2009
Rights trading on ASX ends	29 December 2009
Closing time for renunciations, acceptances and payment in full of Rights	5.00 pm (Perth time) 6 January 2010
Placement of New Shares in respect of Rights not taken up, or not able to be taken up pursuant to the Underwriting Agreement	13 January 2010
New Shares issued and confirmation statements despatched	14 January 2010
New Shares commence trading on ASX on a normal settlement basis	14 January 2010

The timetable is indicative only and may change, subject to the requirements of the ASX Listing Rules and the Corporations Act.

Offer document and continuous disclosure

Eligible Shareholders should carefully read the Rights Issue Booklet that will be sent to them and have regard to all publicly available information on Summit, including all announcements made by Summit to ASX, including Summit's interim and annual reports, including the 2009 Annual Report dated 30 September 2009 (which are available from its website, www.summitresources.com.au, or from ASX's website, www.asx.com.au).

Capital structure

The following table sets out the capital structure of Summit as at the date of this announcement and on completion of the Rights Issue.

Securities	Number
Summit shares on issue as at the date of this announcement	210,517,950
New Shares to be issued under the Rights Issue	4,210,359
Total Summit shares on issue immediately following completion of the Rights Issue (assuming no other issues of Summit shares)	214,728,309

Effect of the Rights Issue on the major shareholders of Summit

As at the date of this announcement, Paladin and Areva hold a relevant interest in Summit shares of 81.99% and 10.03%, respectively.

Based on their current shareholdings, and their respective sub-underwriting commitments, but on the assumption that neither Paladin nor Areva acquires any further Shares other than the New Shares, then upon completion of the Rights Issue, the shareholding interest of Paladin will be between 81.99% and 82.13% and the shareholding interest of Areva will be between 10.03% and 10.04%.

The actual shareholding interest of Paladin and Areva upon completion of the Rights Issue will depend upon the degree to which Rights are taken up. As noted above, Paladin and Areva have committed to Patersons to subscribe for New Shares in respect of Rights not taken up, or not able to be taken up, under the Rights Issue, in proportion to their respective current shareholdings in Summit.

Yours sincerely
Summit Resources Limited

BRENDAN O'HARA
Chairman



SUMMIT RESOURCES LIMITED

Summit Resources Limited

ABN 86 009 474 775

Rights Issue Booklet

Details of a 1 for 50 renounceable rights issue of new Summit shares at \$1.93 per share.

The offer closes as at 5.00 pm (Perth time) on 6 January 2010.

NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES OR TO US PERSONS

THIS IS AN IMPORTANT DOCUMENT WHICH IS ACCOMPANIED BY A PERSONALISED ENTITLEMENT AND ACCEPTANCE FORM AND REQUIRES YOUR IMMEDIATE ATTENTION AND BOTH SHOULD BE READ IN THEIR ENTIRETY. IF YOU ARE IN DOUBT ABOUT WHAT TO DO, YOU SHOULD CONSULT YOUR PROFESSIONAL ADVISER WITHOUT DELAY.

Chairman's Letter

3 December 2009

Dear Shareholder

Summit Resources Limited – Renounceable rights issue

On behalf of Summit Resources Limited (**Summit**) I would like to invite you to participate in a fully underwritten 1 for 50 renounceable rights issue of fully paid ordinary shares in Summit (**New Shares**) at a price of \$1.93 for each New Share (**Rights Issue**) to raise proceeds of approximately \$8.1 million.

Under the Rights Issue, Eligible Shareholders are entitled to apply for 1 New Share at a price of \$1.93 per New Share for every 50 Summit shares held by them at 4.00 pm (Perth time) on 14 December 2009 (**Record Date**) subject to the terms of the Rights Issue outlined in this booklet (**Rights**). If you dispose of your Summit shares prior to 8 December 2009 (the date on which the existing Summit shares commence trading on an ex-rights basis), you will generally not be entitled to participate in the Rights Issue.

The Rights are renounceable. This means that Eligible Shareholders who do not wish to take up all or some of their Rights may sell or transfer their Rights.

Summit will use the proceeds of the Rights Issue:

- for further exploration work on Summit's Isa North tenements;
- to meet commitments under the Isa Uranium Joint Venture with Paladin Energy Limited (**Paladin**);
- to meet Summit's ongoing general operating and administration costs; and
- for expenses associated with previously announced litigation.

Should Summit require additional funding prior to the close of the Rights Issue, it has agreed in principle with Paladin for Paladin to provide a short term loan facility to Summit on commercial terms.

You will find in this booklet a number of important documents, including:

- information detailing how to participate in the Rights Issue and to sell your Rights if you choose to do so, including a timetable of key dates, the terms of the Rights Issue, key risks for you to consider and other important information; and
- a personalised Entitlement and Acceptance Form that details your entitlement to the Rights, to be completed in accordance with the instructions provided if you wish to take up all or part of your Rights.

I encourage you to read these documents before deciding whether or not to take up or sell your Rights. You should also consider the recent materials lodged by Summit with the Australian Securities Exchange (**ASX**), including Summit's 2009 Annual Report dated 30 September 2009. You may wish to obtain professional advice to assist you with your decision whether to take up or sell your Rights.

The Rights Issue closes at 5.00 pm (Perth time) on 6 January 2010. You may choose to take up or sell all, some or none of your Rights. To take up all or some of your Rights, you must have applied for New Shares so that your completed Entitlement and Acceptance Form and application money is received on or before this time.

On behalf of the Board of Summit, I thank you for your continued support of Summit and invite you to consider this investment opportunity.

Yours sincerely
Summit Resources Limited



BRENDAN O'HARA
Chairman

This rights issue booklet does not constitute an offer to sell, or the solicitation of an offer to buy, any securities in the United States or to any U.S. Person (each as defined in rule 902(k) of the U.S. Securities Act of 1933, as amended). Securities may not be offered or sold in the United States absent registration or an exemption from registration.

Key dates

Event	Date
Announcement of Rights Issue	3 December 2009
Lodgement of Appendix 3B, Cleansing Notice and Rights Issue Booklet with ASX	3 December 2009
Existing Summit shares quoted on an ex-Rights basis	8 December 2009
Rights trading on ASX commences	8 December 2009
Record Date for determining entitlements under the Rights Issue	4.00 pm (Perth time) 14 December 2009
Rights Issue Booklet and Entitlement and Acceptance Forms despatched, and Rights Issue open for acceptances	18 December 2009
Rights trading on ASX ends	29 December 2009
Closing time for renunciations, acceptances and payment in full of Rights	5.00 pm (Perth time) 6 January 2010
Placement of New Shares in respect of Rights not taken up, or not able to be taken up pursuant to the Underwriting Agreement	13 January 2010
New Shares issued and confirmation statements despatched	14 January 2010
New Shares commence trading on ASX on a normal settlement basis	14 January 2010

The above timetable is indicative only and subject to change. Summit reserves the right, subject to the Corporations Act 2001 (Cth) (**Corporations Act**), ASX Listing Rules and other applicable laws to vary the times and dates of the Rights Issue, including extending the Rights Issue or accepting late applications, either generally or in particular cases, without notice. You cannot, in most circumstances, withdraw your application once it has been accepted.

References to times in this timetable and elsewhere in this Rights Issue Booklet are to Perth, Western Australia time unless otherwise stated.

It is currently expected that the New Shares will be issued, and confirmation statements in respect of the New Shares dispatched, on 14 January 2010. If you apply for New Shares, it is your responsibility to confirm your holding before trading in those New Shares. If you sell New Shares before receiving confirmation of your holding in the form of your confirmation statement, you do so at your own risk. Summit disclaims all liability, whether in negligence or otherwise, to any person who trades in New Shares before receiving their confirmation statement.

Enquiries:

If you have any questions, please call Summit's Company Secretary on +61 8 9322 9100 or Computershare Investor Services Pty Limited (**Share Registry**) on 1300 557 010 (within Australia) or +61 3 9415 4000 (outside Australia) at any time between 8.30am and 5.30pm (Perth time) Monday to Friday during the offer period. Alternatively, please consult your stockbroker, accountant or other professional adviser.

Details of the Rights Issue and how to apply

Overview of the Rights Issue

Under the Rights Issue, Eligible Shareholders (as defined in the "Other Important Information" below) are entitled to apply for 1 New Share at a price of \$1.93 for each New Share (**Offer Price**) for every 50 Summit shares held at 4.00pm (Perth time) on the Record Date, subject to the terms of the Rights Issue outlined in this Rights Issue Booklet.

The Rights Issue is being made under provisions of the Corporations Act that allow rights issues to be made without a prospectus. As a result, before subscribing for New Shares it is important for Eligible Shareholders to read and understand the information on Summit made publicly available, including this Rights Issue Booklet, Summit's interim and annual reports, including the 2009 Annual Report dated 30 September 2009 and other announcements made available at www.summitresources.com.au and on the ASX website www.asx.com.au. A copy of an ASX announcement dated 3 December 2009 relating to the conditional settlement agreement entered into by Summit is also annexed to this booklet.

How many New Shares am I entitled to buy?

The number of New Shares you are entitled to buy is shown on the personalised Entitlement and Acceptance Form that accompanies the copy of this Rights Issue Booklet that has been sent to each Eligible Shareholder. Where fractions arise in the calculation of Rights, they will be rounded up to the next whole number of New Shares.

Note: The Rights stated on your Entitlement and Acceptance Form may be in excess of the actual Rights you may be permitted to take up where, for example, you are holding Summit shares on behalf of a U.S. Person as that term is defined in rule 902(k) of the U.S. Securities Act of 1933 (as amended).

The Rights Issue is only open to Eligible Shareholders and persons who have acquired Rights on ASX (together, **Eligible Right Holders**). Summit reserves the right to reject any application that it believes comes from a person who is not an Eligible Right Holder.

Rights Trading

The Rights Issue is renounceable. This means that Eligible Shareholders who do not wish to take up all or some of their Rights may sell or transfer their Rights, in order to realise the value that may attach to their Rights.

Information on how Rights may be sold or transferred is set out below in the "How to apply for New Shares or sell your Rights" section.

The Rights will be quoted on ASX, and trading of the Rights will commence on ASX on 8 December 2009 and cease at the close of trading on 29 December 2009.

Underwriting and sub-underwriting

The Rights Issue is fully underwritten by Patersons Securities Limited (**Patersons**) pursuant to an underwriting agreement between Patersons and Summit dated 3 December 2009 (**Underwriting Agreement**).

The Underwriting Agreement includes terms that are customary in an agreement of this nature, including terms permitting Patersons to terminate the agreement on occurrence of certain events.

Patersons is entitled to receive an underwriting fee of \$40,000. This fee is payable regardless of whether the Rights Issue is completed, including where Patersons terminates the Underwriting Agreement in accordance with its terms (but not where Summit terminates the Underwriting Agreement in accordance with its terms). Patersons will also be reimbursed for out-of-pocket expenses.

Patersons has entered into sub-underwriting agreements with Paladin and Areva NC Australia Pty Ltd (**Areva**). Under these sub-underwriting agreements, Paladin and Areva have committed to Patersons to sub-underwrite the Rights Issue on terms consistent with the Underwriting Agreement by subscribing for New Shares in respect of Rights not taken up, or not able to be taken up, under the Rights Issue (**Shortfall**) in proportion to their respective shareholdings in Summit. This means that in addition to subscribing for their respective entitlements as Eligible Shareholders, Paladin and Areva will each subscribe for New Shares comprised in the Shortfall (if any).

The sub-underwriting agreements include terms that are customary in an agreement of this nature. Neither Paladin nor Areva has any right to terminate their respective agreements with Patersons, although Patersons may terminate the sub-underwriting agreements if the Underwriting Agreement is terminated or the Rights Issue does not proceed.

No fees are payable to either Paladin or Areva in respect of the Rights Issue by Summit.

Capital Structure

The following table sets out the capital structure of Summit on completion of the Rights Issue.

Securities	Number
Summit shares on issue as at the date of the Rights Issue Booklet	210,517,950
New Shares to be issued under the Rights Issue	4,210,359
Total Summit shares on issue immediately following completion of the Rights Issue (assuming no other issues of Summit shares)	214,728,309

Impact of the Rights Issue on Summit's largest shareholders

As at the date of this notice, Paladin and Areva have a relevant interest in Summit of 81.99% and 10.03%, respectively.

Pursuant to the sub-underwriting agreements and as indicated above, Paladin and Areva will be required to take up any Shortfall in proportion to their current shareholdings in Summit.

Based on the current shareholdings of Paladin and Areva and their respective sub-underwriting commitments, but on the assumption that they do not acquire any further Shares in Summit other than the New Shares, then upon completion of the Rights Issue, the shareholding interest of Paladin will be between 81.99% and 82.13%. The shareholding interest of Areva will be between 10.03% and 10.04%. The actual shareholding interest of Paladin and Areva upon completion of the Rights Issue will depend upon the degree to which Rights are taken up by other Eligible Right Holders.

Impact of not taking up your Rights

If you do not take up your Rights under the Rights Issue, your percentage shareholding in Summit will be diluted to the extent that other Eligible Right Holders take up their Rights.

HOW TO APPLY FOR NEW SHARES OR SELL YOUR RIGHTS

What options do I have?

If you are an Eligible Shareholder, you may take one of the following five options:

- take up all of your Rights;
- sell all of your Rights on ASX;
- take up some of your Rights and sell some of your Rights on ASX;
- transfer all or some of your Rights other than on ASX; or
- do nothing and allow your Rights to lapse.

Before deciding which option to take, you should first read the Chairman's Letter, Important Information, Entitlement and Acceptance Form and other available public information about Summit. In particular you should consider the key risks outlined on pages 8 to 11 below that could affect the performance of Summit or the value of an investment in Summit.

How to take up some or all of your Rights by applying for New Shares

If you want to take up all or part of your Rights, you must complete and return the Entitlement and Acceptance Form with your payment or pay your application monies via BPAY[®] pursuant to the instructions that are set out on the Entitlement and Acceptance Form.

Summit will treat you as applying for as many New Shares as your payment will pay for in full, subject to any allocation policy and scale-back it may determine to implement.

The number of your Rights is set out in the accompanying Entitlement and Acceptance Form and has been calculated on the basis of 1 New Share for every 50 Summit shares you held as at the Record Date, rounded up to the nearest whole share. If you have more than one holding of Summit shares you will be sent more than one Entitlement and Acceptance Form and you will have separate Rights for each holding.

If you accept and pay for all or part of your Rights before the close of the Rights Issue at 5.00 pm (Perth time) on 6 January 2010, you will be issued your New Shares on or about 14 January 2010.

Summit reserves the right (in its absolute discretion) to reduce the number of New Shares allocated to Eligible Shareholders, or persons claiming to be Eligible Shareholders, if their claims prove to be overstated or if they or their nominees fail to provide information to substantiate their claims.

You do not have to pay any brokerage or other transaction costs to Summit on the issue of New Shares.

How to sell some or all of your Rights on ASX

If you wish to sell all or some of your Rights, you must provide appropriate instructions to your stockbroker and provide them with any information requested by them in order to effect your instructions as soon as possible. You must allow sufficient time for your instructions to be carried out.

Trading in Rights on ASX starts on 8 December 2009 and must be completed by the close of trading on ASX on 29 December 2009, when trading in Rights will end.

If you wish to sell some or all of your Rights other than on ASX

Issuer sponsored holdings

If you are an issuer sponsored holder and you want to make an off market transfer of all or some of your Rights to another person, you and the transferee will need to complete and sign a standard renunciation and transfer form. You can obtain a standard renunciation and transfer form from your stockbroker or at Summit's website www.summitresources.com.au.

After the standard renunciation and transfer form has been completed, you or the transferee must:

- forward the completed renunciation and transfer form, together with your completed Entitlement and Acceptance Form for any Rights that the transferee wishes to take up, and payment of the relevant application monies payable to "Summit Resources Limited Rights Issue" and crossed "Not Negotiable", as instructed below; and

- ensure that the completed renunciation and transfer form, completed Entitlement and Acceptance Form and application monies cheque reaches the address set out below and on the Entitlement and Acceptance Form by no later than 5.00 pm (Perth time) on 6 January 2010.

You should note that the transferee cannot use BPAY and your unique Customer Reference Number (**CRN**) to make payment of the application monies due in respect of the Rights that the transferee wishes to take up. Application monies to take up renounced Rights must be paid by cheque, bank cheque or bank draft.

If you hold your existing Summit shares on the Summit Issuer Sponsored Subregister but the transferee wishes their Rights to be held on the Summit CHESSE Subregister you must contact a CHESSE controlling participant, such as a broker. Summit's Share Registry cannot effect a transfer of Rights to or from a CHESSE holding.

If Summit's Share Registry receives both a completed renunciation and transfer form and a completed Entitlement and Acceptance Form in favour of the same Summit Shareholder in respect of the same Rights, the first document received will be given priority (unless Summit in its absolute discretion decides otherwise).

If you hold your existing Summit shares on the Summit Issuer Sponsored Subregister and you want to make an off-market transfer of some of your Rights to another person and take up some or all of the balance of your entitlement, you should contact Summit's Share Registry for assistance.

CHESSE holdings

If you are a CHESSE Holder and you want to make an off-market transfer of all or part of your Rights to another person (or you hold your existing Shares on the Summit Issuer Sponsored Subregister but the transferee wishes their Rights to be held on the Summit CHESSE Subregister) you must contact the CHESSE controlling participant, normally your broker. Summit's Share Registry cannot effect a transfer of Rights to or from a CHESSE holding.

Your controlling participant will need to be instructed to manage the application for New Shares on the transferee's behalf.

The off-market transfer of your Rights should be completed and the application by the transferee to take up any of the Rights acquired must be received by Summit's Share Registry at the address set out below and on the Entitlement and Acceptance Form, and by no later than 5.00 pm (Perth time) on 6 January 2010.

You should note that the transferee cannot use BPAY or your unique CRN to make payment of the application monies due in respect of any Rights that the transferee wishes to take up. Application monies to take up renounced Rights must be paid by cheque, bank cheque or bank draft by the buyer's CHESSE controlling participant.

If you wish to do nothing

If you decide to either not take up any of your Rights, or to not trade your Rights, you should take no action and allow them to lapse.

How do I lodge my Entitlement and Acceptance Form and pay for my New Shares?

If you are making payment by cheque you must deliver your Entitlement and Acceptance Form, together with a cheque, bank cheque or bank draft, or if you are lodging a renunciation and transfer form you must lodge that form, by post or by hand (during normal business hours) to Summit's Share Registry, to be received by no later than 5.00 pm (Perth time) on 6 January 2010 at the following addresses:

By post

Computershare Investor Services Pty Limited

Locked bag 2508 Perth
WESTERN AUSTRALIA 6001

By hand

Computershare Investor Services Pty Limited

Level 2, 45 St Georges Terrace
Perth WESTERN AUSTRALIA

A reply paid envelope is enclosed for Eligible Shareholders in Australia. Eligible Shareholders outside Australia will need to affix the correct postage. You should post your Entitlement and Acceptance Form and payment early to ensure that it is received at the address set out above by no later than 5.00 pm (Perth time) on 6 January 2010.

Payment methods

Application monies (being A\$ 1.93 multiplied by the number of New Shares you wish to subscribe for) are payable in full on application.

Cheque or bank draft

If you are paying for your New Shares by cheque, bank cheque or bank draft, complete and return your Entitlement and Acceptance Form with your payment. Summit's Share Registry must receive your completed Entitlement and Acceptance Form together

with full payment for your New Shares by no later than 5.00 pm (Perth time) on 6 January 2010.

Your cheque, bank cheque or bank draft must be paid in Australian dollars and be drawn on an Australian branch of an Australian financial institution. Your cheque, bank cheque or bank draft must be for the full amount required to pay for your New Shares. Payments in cash will not be accepted. Cheques must be made payable to "Summit Resources Limited Rights Issue" and crossed "Not Negotiable".

You must ensure that your cheque account has sufficient funds to cover your payment, as your cheque will be presented for payment on receipt. If your bank dishonours your cheque your application will be rejected. Summit will not represent any dishonoured cheques.

If the amount of your cheque for application monies (or the amount for which the cheque clears in time for allocation) is insufficient to pay in full for the number of New Shares you have applied for in your Entitlement and Acceptance Form, you will be taken to have applied for such lower number of whole New Shares as your cleared application monies will pay for (and to have specified that number of New Shares on your Entitlement and Acceptance Form). Alternatively, your application will not be accepted.

You may not apply for more than the entitlement shown on the Entitlement and Acceptance Form accompanying this Rights Issue Booklet. Any application monies received for more than your total entitlement shown will be refunded without interest.

BPAY

If you are paying for your New Shares by BPAY, refer to your personalised instructions on your Entitlement and Acceptance Form. You can only make a payment via BPAY if you are the holder of an account with an Australian financial institution.

Please note should you choose to pay by BPAY:

- you **do not** need to complete or return the Entitlement and Acceptance Form, but will be taken to have made the confirmations, declarations and warranties referred to in that form; and
- if you do not pay for your full entitlement, you will be taken to have applied for such lower

whole number of New Shares as your application monies will pay for.

Payment must be received by no later than 5.00 pm (Perth time) on 6 January 2010.

Make sure you use the specific Biller Code and unique CRN on your personalised Entitlement and Acceptance Form.

If you have more than one shareholding of Summit shares and consequently receive more than one Entitlement and Acceptance Form, when taking up your entitlement in respect of one of those shareholdings only use the CRN specific to that shareholding as set out in the applicable Entitlement and Acceptance Form. **Do not** use the same CRN for more than one of your shareholdings. This can result in your application monies being applied to your entitlement in respect of only one of your shareholdings (with the result that any application in respect of your remaining shareholdings will not be recognised as valid).

You should be aware that your own financial institution may implement earlier cut-off times with regard to electronic payment, and you should therefore take this into consideration when making payment. It is your responsibility to ensure that funds submitted through BPAY are received by 5.00 pm (Perth time) on 6 January 2010.

You may not apply for more than the entitlement shown on your Entitlement and Acceptance Form. Any application monies received for more than your total entitlement will be refunded without interest.

Australian tax implications for Australian resident shareholders

Summit does not consider it appropriate to give shareholders advice regarding the taxation consequences of subscribing for New Shares or dealing with Rights under the Rights Issue. Summit does not accept any responsibility in this regard, and shareholders should consult with their professional tax adviser.

OTHER IMPORTANT INFORMATION

This Rights Issue Booklet and the enclosed Entitlement and Application Form have been prepared by Summit. The information contained in this Rights Issue Booklet is dated 3 December 2009.

The information contained in this Rights Issue Booklet relating to the number of New Shares to be issued under the Rights Issue reflects the issued capital of Summit as at 3 December 2009.

No party other than Summit has authorised or caused the issue of this Rights Issue Booklet, or takes responsibility for, or makes any statements, representations or undertakings in it.

All dollar values in the Information are in Australian dollars (\$).

Consider the Rights Issue in light of your particular investment objectives and circumstances

If you have any questions or are uncertain about any aspect of the Rights Issue, please consult your stockbroker, accountant or other independent financial adviser. In particular, please read the key risks outlined on pages 8 to 11 carefully.

Not investment advice

The information in this Rights Issue Booklet is not financial product advice and has been prepared without taking into account your investment objectives, financial circumstances or particular needs. Summit is not licensed to provide financial product advice in respect of the New Shares or the Rights.

The information in this Rights Issue Booklet does not purport to contain all the information that you may require to evaluate a possible application for New Shares and does not take into account the investment objectives, financial situation or needs of you or any particular investor. You should conduct your own independent review, investigation and analysis of the New Shares.

You should obtain any professional advice you require to evaluate the merits and risks of an investment in Summit before making any investment decision based on your investment objectives.

No cooling-off rights

Cooling-off rights do not apply to an investment in New Shares. You cannot, in most circumstances, withdraw your application once it has been accepted.

Past performance

Investors should note that the past price performance of Summit shares provides no guidance to the future price performance of Summit shares.

Risk factors

This section discusses some of the key risks associated with an investment in Summit.

Summit's financial performance, financial position, distributions and the market price of New Shares may be adversely affected, sometimes materially, by a number of risk factors. These risks include, but are not limited to, the risks set out in this section. Additional risks not presently known to Summit or, if known, that are not considered material, may also have an adverse effect.

Regulatory risk - Uranium mining

The Queensland Government currently prohibits the mining of commercial quantities of uranium. The ban on commercial uranium mining is achieved through an administrative policy, rather than through direct legislative prohibition. The commercial development of uranium deposits in the future would be contingent upon a change to the Queensland Government policy in relation to uranium production. There can be no assurance that the policy will change in favour of commercial uranium mining and this may adversely affect the prospects of Summit.

Summit's activities are subject to an established legislative regime governing the development of mineral resources and the effects of such activities upon the environment and the interests of indigenous people. Permits from a number of regulatory authorities are required for many aspects of mining operations. Amendments to the established legislative regime, or the enactment of further laws and regulations could cause additional expense, capital expenditures, restrictions and delays in the development of Summit's assets, the extent of which cannot be predicted.

Summit must comply with environmental permitting, standards, laws and regulations in relation to its operations and future plans, including the approval of reclamation plans. Compliance with these environmental controls may entail greater or lesser costs and delays, depending on the nature of the activity to be permitted and how stringently the regulations are implemented by the permitting authority. Environmental policy and legislation appears to be evolving in a manner which may require stricter standards and enforcement, increased fines and penalties for non-compliance, more stringent environmental assessments of proposed projects and a heightened degree of responsibility for companies and their officers, directors and employees. Changes in environmental controls may adversely affect Summit's operations.

Under the *Mineral Resources Act 1989* (Qld) (**Mineral Resources Act**), exploration permits can be granted for up to five years and can be renewed for a further period of not more than five years. Generally speaking, mining tenements are granted subject to a range of conditions, which can include minimum expenditure requirements, environmental bonds and rehabilitation obligations. Failure to comply with such obligations could render the tenement liable to forfeiture. The holder of an exploration permit must relinquish half of the area covered by the exploration permit within two years of the grant and a further half of the remaining area at the end of each subsequent year.

The Mineral Resources Act grants a broad discretion to the Queensland Minister for Natural Resources, Mines and Energy (the **Minister**) in relation to the grant of tenure, the compliance with certain tenement conditions and the relinquishment regime set out under the Mineral Resources Act.

All of Summit's exploration permits are subject to these constraints and, although Summit has a number of submissions before the Queensland Department of Employment, Economic Development and Innovation (the department assisting the Minister) concerning either the renewal of an exploration permit or relinquishment requirements for the Isa North area, there can be no assurance that these submissions will be accepted.

Native title

Native title is the communal, group or individual rights and interests of Aboriginal people in relation to their traditional land or waters. Native title will only exist if the Aboriginal people in question have maintained a continuing connection to their traditional land or waters and their native title rights and interests have not been extinguished by a grant of tenure or use of land by the Crown or a third party. Native title can coexist with titles granted in accordance with the common and statutory laws of Australia and there

may be uncertainty as to how native title operates in respect of a particular area of land. The grant of a mining lease does not wholly extinguish native title (but prevails over it to the extent of any inconsistency) and native title considerations may impact on Summit's operations and future plans. The grant of other tenure that Summit may need for its operations and future plans is also likely to be affected by native title considerations.

The Native Title Act 1993 (Cth) (**Native Title Act**) protects native title from invalid interference by prescribing a regime that governs all "acts" (like the grant of mining tenements) that occur on land and waters after 1 January 1994 that affect native title (called "future acts"). The Native Title Act gives procedural rights to Aboriginal people who have registered a native title claim under the Native Title Act, regardless of whether native title has been found to exist. As the Native Title Act only governs acts that affect native title, an act such as the grant by the Crown of a mining tenement after 1 January 1994 must comply with the future act procedure in the Native Title Act in order to be valid with respect to native title. Certain interests granted on or before 23 December 1996 have been validated by legislation.

For tenements to be validly granted (or renewed) after 23 December 1996 the "future act regime" established by the Native Title Act must be followed. This may involve complying with the potentially lengthy and expensive "right to negotiate" process under the Native Title Act.

Summit must also comply with Aboriginal heritage legislation requirements which provide protection for Aboriginal sites and objects. If Summit's operations and future proposals are likely to impact on an Aboriginal site or object, Summit may need to consult with Aboriginal groups and conduct heritage survey work prior to the commencement of or as part of its mining and exploration operations.

Uranium prices

The mining industry is competitive and there is no assurance that, even if a uranium deposit is discovered and exploited, a profitable market will exist for the sale of any such uranium. There can be no assurance that uranium prices will be such that Summit's properties can be mined at a profit. Factors beyond the control of Summit may affect the marketability of any minerals discovered. Uranium prices are volatile due to a variety of factors including international economic and political trends, expectations of inflation, currency exchange fluctuations, interest rates, global or regional consumption patterns, speculative activities and other supply and demand fundamentals.

Resource and production risk

Resource estimates are expressions of judgment based on knowledge, experience and industry practice. Estimates which were valid when made may change significantly when new information becomes available. In addition, resource estimates are imprecise and depend to some extent on interpretations, which may prove to be inaccurate. Should Summit encounter mineralisation or formations different from those predicted by past sampling and drilling, resource estimates may have to be adjusted and future, prospective mining plans altered in a way which could impact adversely on the viability of potential future operations and, therefore, Summit's financial position and future operations.

No assurance can be given:

- that the anticipated tonnages and grades of ore will be achieved during production or, even if they could be, that they will be sufficient to sustain a profitable mining operation;
- that there will not be significant increases in costs in contractors, labour, plant, materials or utility charges (or the availability of any of these) in a manner that will adversely impact on anticipated capital, development or operating costs; or
- as to the rate of recovery of uranium that will be achieved through the metallurgical treatment process that may be applied to a uranium deposit or whether an economic rate is achievable in respect of a deposit. For example, there can be no assurance that operating costs would not be impacted by uranium processing issues including reagent costs.

Uranium price fluctuations, as well as increased production costs or reduced recovery rates, may render resources containing relatively lower grades uneconomic.

Uncertainty relating to inferred mineral resources

Inferred mineral resources that are not mineral reserves do not have demonstrated economic viability. Due to the uncertainty which may attach to inferred mineral resources, there is no assurance that inferred mineral resources will be upgraded to measured or indicated resources or proven or probable mineral reserves as a result of continued exploration.

Operating history

Summit does not currently conduct mining production operations. There can be no assurance that it can bring its projects into production or operate any such projects profitably. While Summit aims to generate working capital through future uranium mining operations, there is no assurance that Summit will be capable of producing positive cash flow on a consistent basis or that any such funds will be available for further exploration and development programs.

Mineral exploration and mining carry inherent risks

Exploration and mining operations are subject to the normal hazards encountered with these types of activities. These include incidents or conditions which could result in damage to plant or equipment or the environment and which could impact exploration activities or production throughput. Although it is envisaged that adequate precautions to minimise risk will be taken, there is a possibility of a material adverse impact on Summit's operations and its financial results.

Key personnel

Recruiting and retaining qualified personnel is important to Summit's success. The number of persons skilled in the exploration and development of mining properties is limited and competition for such persons is strong.

Future capital requirements

Summit may require further financing in the future, in addition to amounts raised pursuant to the Rights Issue. Any additional equity financing may be dilutive to Summit shareholders, may be undertaken at lower prices than the current market price (or Offer Price) or may involve restrictive covenants which limit Summit's operations and business strategy. Debt financing, if available, may involve restrictions on financing and operating activities. Although the Summit directors believe that additional capital can be obtained, no assurances can be made that appropriate capital or funding, if and when needed, will be available on terms favourable to Summit or at all. If Summit is unable to obtain additional financing as needed, it may be required to reduce the scope of its operations and this could have a material adverse affect on Summit's activities and could affect Summit's ability to continue as a going concern.

Liquidity risk

There can be no guarantee that there will continue to be an active market for Summit shares or that the price of shares will increase. There may be relatively few buyers or sellers of Summit shares on ASX at any given time, particularly given the large shareholdings of Paladin and Areva and the relatively small free float of Summit shares. This may affect the volatility of the market price of Summit shares. It may also affect the prevailing market price at which Summit shareholders are able to sell their shares. This may result in Summit shareholders receiving a market price for their shares that is less or more than the price paid under the Rights Issue.

Dividend policy

Summit has paid no dividends on its ordinary shares since its date of incorporation and Summit does not anticipate paying dividends on its shares in the foreseeable future. Summit anticipates that it will retain all future earnings and other cash resources for the future operation and development of its business and Summit does not intend to declare or pay any cash dividends in the foreseeable future. Payment of any future dividends will be at the discretion of Summit's board of directors after taking into account many factors, including Summit's operating results, financial condition and current and anticipated cash needs.

Stock market conditions

Some of the critical market risks which may affect the operations and financial performance of Summit (regardless of Summit's operating performance) are domestic and international competition, competitive pressures forcing market prices lower, fluctuations in commodity prices, market confidence, supply of and demand for money, supply of and demand for uranium and other minerals, terrorism and other hostilities, changes in fiscal, monetary and regulatory policies, and currency exchange rate fluctuations.

The market price of the New Shares when quoted on the ASX will be influenced by these international and domestic factors affecting sentiment and other conditions in equity and financial markets.

Investment risk

An investment in New Shares should be considered speculative. New Shares carry no guarantee with respect to the payment of any dividends, returns of capital or the market value of those New Shares.

General market risk

Prospective investors should be aware that the value of Summit shares, including those offered under the Rights Issue, will be influenced by a number of factors that are common to most investments. At any point in time, these may include:

- the Australian, U.S. and international economic outlook;
- movements in the general level of prices on international and local stock markets, and in the prices of the sector of the market to which Summit belongs;
- changes in economic conditions including commodity prices, inflation and interest rates;
- changes in government fiscal, monetary and regulatory policies; and
- the demand for listed securities including the demand for securities which comprise investments in particular sectors or business activities relative to other listed securities.

Volatility risk

The price of Summit shares, including those offered under the Rights Issue, may go up and down by a material amount, even over a short period of time. Recently markets have generally fallen and have become more volatile. Volatility in some markets is at very high levels. Investing in such highly volatile conditions implies a greater level of risk for investors than an investment in a more stable market. You should carefully consider this additional volatility risk before making any investment in Summit shares.

Eligible Shareholders

This Rights Issue is being extended to eligible Shareholders (**Eligible Shareholders**). Eligible Shareholders are those who:

- are the registered holder of Summit shares at the Record Date and have a registered address in Australia or New Zealand;
- are not in the United States or a U.S. Person or acting for the account or benefit of a U.S. Person; and
- are eligible under all applicable securities laws to receive the Rights Issue.

The Rights Issue is not being extended to any Summit shareholder with a registered address outside Australia and New Zealand.

Offer Jurisdictions

This Information is not intended to and does not constitute an offer of securities in any jurisdiction in which, or to any person to whom it would not be lawful to make such an offer and no action has been taken to register shares of Summit or otherwise permit a public offering of the shares in any jurisdiction outside of Australia and New Zealand. Return of the Entitlement and Acceptance Form with application money or your BPay payment shall be taken by Summit to constitute a representation by the Eligible Right Holder that there has been no breach of any such laws. Eligible Shareholders who are nominees, trustees or custodians are therefore advised to seek independent advice as to how to proceed.

The distribution of this document outside Australia and New Zealand may be restricted by law. Persons who come into possession of this document should seek advice on and observe any such restrictions. Any failure to comply with such restrictions may constitute a violation of applicable securities laws.

New Zealand

The Rights Issue to Eligible Shareholders who are members of the public in New Zealand is being made in reliance on an exemption under the *New Zealand Securities Act 1978 (the Securities Act (Overseas Companies) Exemptions Notice 2002)* (**New Zealand Securities Act**). This document is not a prospectus or investment statement under New Zealand law and has not been registered, filed with or approved by any New Zealand regulatory authority or in accordance with the New Zealand Securities Act. This document may not contain all the important information that an investment statement or a prospectus under New Zealand law is required to contain.

No member of the public in New Zealand is being offered New Shares other than existing holders of ordinary shares in Summit to whom the Rights Issue of New Shares is being made in reliance on an exemption under the New Zealand Securities Act.

In accordance with relevant New Zealand securities law, a person who, on the Record Date was registered as a holder of Summit shares with a New Zealand address but who, at the time of the offer of New Shares (18 December 2009) no longer holds Summit shares, is not eligible to participate in the retail rights issue of New Shares.

United States

This Information does not constitute an offer of shares for sale in the United States, or to any person that is or is acting for the account or benefit of any U.S. Person, or in any other place in which, or to any

person to whom, it would not be lawful to make such an offer.

The offering of New Shares under the Rights Issue has not been, and will not be, registered under the U.S. Securities Act 1933 (as amended) and may not be offered, sold or resold in, or to persons in, the United States, or any other place in which, or to any person to whom, it would not be lawful to make such an offer or grant, except in accordance with an available exemption from registration and applicable state securities laws.

Ineligible shareholders

Summit has appointed Patersons Securities Limited (**Patersons**) as a nominee to arrange for the sale of the Rights which would otherwise have been granted to ineligible shareholders.

Patersons will direct the net proceeds (if any) to Summit or another party on its instruction to facilitate pro rata payments to ineligible shareholders. Patersons will have the absolute and sole discretion to determine the timing and the price at which the Rights may be sold and the manner in which any sale is made.

The proceeds of sale (if any) will be distributed to the ineligible shareholders for whose benefit the Rights have been sold in proportion to the number of New Shares they would have been entitled to take up under the Rights Issue had they been Eligible Shareholders (after deducting brokerage commission and other expenses).

The ability to procure subscribers for Rights or to sell Rights on ASX, and the price at which Rights can be sold, will depend on various factors, including market conditions. To the maximum extent permitted by law, neither Summit nor Patersons, nor their respective related bodies corporate, nor the Directors, officers, employees, agents or advisers of any of them, will be liable for a failure to sell Rights or to sell Rights at any particular price.

Any interest earned on the proceeds of the sale of these Rights will firstly be applied against expenses of such sale, including brokerage, and any balance will accrue to Summit.

Governing law

The information contained in this Rights Issue Booklet, the Rights Issue and the contracts formed on return of the Entitlement and Acceptance Form are governed by the laws applicable in Western Australia. Each Summit shareholder who applies for New Shares submits to the jurisdiction of the courts of Western Australia, Australia.

Future performance

An investment in New Shares is subject to investment and other known and unknown risks, some of which are beyond the control of Summit. Summit does not guarantee any particular rate of return or the performance of Summit nor does it guarantee the repayment of capital from Summit or any particular tax treatment. You should have regard to the key risks outlined on pages 8 to 11 above.

Overseas Shareholders

Summit has decided that it is unreasonable to make offers under the Rights Issue to Summit shareholders with registered addresses outside Australia and New Zealand having regard to the number of Summit shareholders in those places, the number and value of the securities they would be offered and the cost of complying with the legal and regulatory requirements in those places.

Disclaimer of representations

No person is authorised to give any information, or to make any representation, in connection with the Rights Issue that is not contained in this Rights Issue Booklet.

Any information or representation that is not in this Rights Issue Booklet may not be relied on as having been authorised by Summit, or its related bodies corporate in connection with the Rights Issue. Except as required by law, and only to the extent so required, none of Summit, or any other person, warrants or guarantees the future performance of Summit or any return on any investment made pursuant to this Rights Issue Booklet.

Annexure – ASX announcement dated 3 December 2009

3 December 2009

Company Announcements Office
Australian Securities Exchange
20 Bridge Street
SYDNEY NSW 2000

Notification under section 708AA(2)(f) of the *Corporations Act 2001* (Cth)

Summit Resources Limited ABN 86 009 474 775 (**Summit**) has today announced a renounceable rights issue of 1 new fully paid ordinary share in Summit (**New Shares**) for every 50 Summit shares held at 4.00 pm (Perth time) on 14 December 2009 by Summit shareholders with a registered address in Australia and New Zealand (**Rights Issue**).

Summit gives notice under section 708AA(2)(f) of the *Corporations Act 2001* (Cth) (**Corporations Act**) as notionally modified by the Australian Securities and Investments Commission Class Order 08/35 (**CO 08/35**) that:

1. the new shares will be offered without disclosure to investors under Part 6D.2 of the Corporations Act;
2. as at the date of this notice, Summit has complied with:
 - (a) the provisions of Chapter 2M of the Corporations Act as they apply to Summit; and
 - (b) section 674 of the Corporations Act;
3. as at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) and 708AA(9) of the Corporations Act as notionally modified by CO 08/35 except for the information set out in the annexure to this notice; and
4. the issue of New Shares pursuant to the Rights Issue is not expected to have any material effect or consequence on the control of Summit. Based on the shareholding interests of Paladin Energy Limited (**Paladin**) and Areva NC (Australia) Pty Limited (**Areva**) as at the date of this notice and their respective sub-underwriting commitments, and assuming that neither Paladin and Areva acquire any further shares in Summit other than New Shares, then upon completion of the Rights Issue, the shareholding interest of Paladin will be between 81.99% (Paladin's current interest) and 82.13%, and the shareholding interest of Areva will be between 10.03% (Areva's current interest) and 10.04%. The actual shareholding interests of Paladin and Areva upon completion of the Rights Issue will depend upon the degree to which shareholders and entitlement holders take up their entitlements.

Yours sincerely

Brendan O'Hara
Executive Chairman
Summit Resources Limited

ANNEXURE

Conditional settlement agreement

On 11 April 2007, Summit Resources Limited (**Summit**) and Areva NC (Australia) Pty Ltd (**Areva**) entered into a strategic alliance whereby Areva would subscribe for shares. That strategic alliance was documented in the Strategic Alliance Agreement, the Subscription Deed and the Deed of Undertaking executed by Summit and Areva on 11 April 2007. The terms of the documents comprising the strategic alliance were detailed in the supplementary target's statement released by Summit to the market on 11 April 2007.

On 3 August 2007, Summit announced that its wholly owned subsidiary, Summit Resources (Aust) Pty Ltd (**SRA**), had agreed with Resolute Limited and Mt Isa Uranium Pty Ltd (**MIU**) to settle the legal proceedings commenced against them by SRA on 28 July 2006 (the **underlying proceedings**).

Areva subsequently applied to the Supreme Court of Western Australia for orders under section 237 of the Corporations Act 2001 (Cth) seeking leave to intervene in the underlying proceedings in the name of SRA.

The background to, and a summary of, Areva's application to intervene in the underlying proceedings is set out in the announcement made by Summit on 6 August 2007.

Areva's application to intervene in the underlying proceedings was heard by the Honourable Chief Justice Martin in May and June 2009. Judgment is yet to be delivered by the Honourable Chief Justice.

On 16 October 2009, Summit entered into a conditional agreement with (amongst others) Areva, Resolute, Paladin Energy Ltd (**Paladin**) and MIU (the **settlement agreement**). The conditional settlement is made without any party admitting liability to another.

If the settlement agreement becomes unconditional by the Honourable Chief Justice making orders in the form sought by the parties:

- the underlying proceedings and Areva's application to intervene in the underlying proceedings will be dismissed with no order as to costs;
- Areva and Summit (along with its related parties) will provide broad releases to one another;
- Summit will pay the sum of A\$4.5 million to Areva of which A\$2.5 million is paid in satisfaction of the break fee that Summit agreed to pay Areva in the event that the strategic alliance did not proceed; and
- Areva's existing rights (if any) under the terms of the Strategic Alliance Agreement will be assigned to Paladin and the strategic alliance will otherwise be brought to an end.

Summit will make a further announcement to the market once it becomes known whether the Honourable Chief Justice will make the orders sought by the parties. There is no guarantee that such orders will be made, or made in the form sought by the parties.