



(Formerly Universal Resources Limited)

Ref: AOH0148

21 April 2011

Ms Jenny Curtri
ASX Perth
Exchange Plaza
2 The Esplanade
PERTH WA 6000

By Fax: (08) 9221 2020

Dear Jenny

ALTONA MINING LIMITED

In response to your letter dated 21 April 2011, Altona Mining Limited ("**Altona**") responds as follows:

1. Altona is not aware of any information concerning it that has not been announced or is not in the public domain which could be an explanation for recent trading in securities of Altona.
2. Not applicable.
3. Altona notes the following recent market activities and announcements by third parties which may provide some explanation for the price and volume change in the securities of the company.
 - (a) On 19 April 2011, Fosters Stockbroking released a report which amongst other things stated

"RECOMMENDATION

- *We initiate on AOH with a BUY and a price target of \$0.80, which represents a ~200% premium to the current share price.*
- *AOH has two quality projects across low sovereign risk jurisdictions, >1Mt of contained Cu resources and significant exploration upside at both Roseby and Outokumpu.*
- *Our price target is set broadly in line with our risked DCF of \$0.81/share, which incorporates a valuation of A\$140m (\$0.27) for Outokumpu and A\$181m f (\$0.35) or Roseby. Therefore a current trade of \$0.27, Roseby represents a free option.*

- A recently completed \$70m equity issue was heavily over-subscribed at \$0.31. With the stock currently trading at \$0.27 and now fully funded until first production at Outokumpu, we consider the investment opportunity to be highly compelling.
- Despite having >1Mt of contained Cu resources and fully funded to commence production at Outokumpu in early 2012, AOH is the cheapest ASX listed copper stock on an US\$EV/lb resource basis, trading at just US\$0.03/lb".

(b) On 20 April 2011, EXCO Resources Limited an ASX listed company announced that it had entered into an agreement to sell its Cloncurry Copper Project to Xstrata for \$175 million. Altona's copper project named Roseby is also located in the Cloncurry area. Xstrata also has an option to purchase an interest in the Roseby Project. Details of Altona's agreement with Xstrata have previously been disclosed to the market.

(c) On 21 April 2011, Fosters Stockbroking made further comment on their interpretation of the Xstrata and Exco transaction in relation to the Altona Roseby project

"Altona Mining Ltd (AOH.ASX, \$0.32/sh, Mkt Cap \$146m) – Positive Implications for AOH following Xstrata's \$175m bid for Exco's Copper Project in Mt Isa. Initial thoughts. BUY (PT \$0.80)."

4. Altona confirms it is in compliance with the Listing Rules, and in particular Listing Rule 3.1.

Yours sincerely



Eric Hughes
Company Secretary



ASX Compliance Pty Limited
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Perth WA 6840

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21 April 2011

Mr Eric Hughes
Company Secretary
Altona Mining Limited
Ground Floor
1 Altona Street
WEST PERTH WA 6005

By Email: ehughes@altonamining.com.au

Dear Eric

Altona Mining Limited (the "Company")

PRICE AND VOLUME QUERY

ASX has noted a change in the price of the Company's securities from 28 cents on 19 April 2011 to an intra day high of 35 cents today. We have also noted an increase in the volume of trading in the securities over this period.

In light of the price and volume change, please respond to each of the following questions.

1. Is the Company aware of any information concerning it that has not been announced which, if known, could be an explanation for recent trading in the securities of the Company?

Please note that as recent trading in the Company's securities could indicate that information has ceased to be confidential, the Company is unable to rely on the exceptions to listing rule 3.1 contained in listing rule 3.1A when answering this question.

2. If the answer to question 1 is yes, can an announcement be made immediately? If not, why not and when is it expected that an announcement will be made?

Please note, if the answer to question 1 is yes and an announcement cannot be made immediately, you need to contact us to discuss this and you need to consider a trading halt (see below).

3. Is there any other explanation that the Company may have for the price and volume change in the securities of the Company?

4. Please confirm that the Company is in compliance with the listing rules and, in particular, listing rule 3.1.

Your response should be sent to me by email to jenny.cutri@asx.com.au or by facsimile number on (08) 9221 2020. It should not be sent to the Company Announcements Office.

Unless the information is required immediately under listing rule 3.1, a response is requested as soon as possible and, in any event, **not later than 10:30 am (W.S.T) on Thursday, 21 April 2011.**

Under listing rule 18.7A, a copy of this query and your response will be released to the market, so your response should be in a suitable form and separately address each of the questions asked. If you have any queries or concerns, please contact me immediately.

Listing rule 3.1

Listing rule 3.1 requires an entity to give ASX immediately any information concerning it that a reasonable person would expect to have a material effect on the price or value of the entity's securities. The exceptions to this requirement are set out in listing rule 3.1A.

In responding to this letter you should consult listing rule 3.1 and Guidance Note 8 – Continuous Disclosure: listing rule 3.1.

If the information requested by this letter is information required to be given to ASX under listing rule 3.1 your obligation is to disclose the information immediately.

Your responsibility under listing rule 3.1 is not confined to, or necessarily satisfied by, answering the questions set out in this letter.

Trading halt

If you are unable to respond by the time requested, or if the answer to question 1 is yes and an announcement cannot be made immediately, you should consider a request for a trading halt in the Company's securities. As set out in listing rule 17.1 and Guidance Note 16 – Trading Halts we may grant a trading halt at your request. We may require the request to be in writing. We are not required to act on your request. You must tell us each of the following.

- The reasons for the trading halt.
- How long you want the trading halt to last.
- The event you expect to happen that will end the trading halt.
- That you are not aware of any reason why the trading halt should not be granted.
- Any other information necessary to inform the market about the trading halt, or that we ask for.

The trading halt cannot extend past the commencement of normal trading on the second day after the day on which it is granted. If a trading halt is requested and granted and you are still unable to reply to this letter before the commencement of trading, suspension from quotation would normally be imposed by us from the commencement of trading if not previously requested by you. The same applies if you have requested a trading halt because you are unable to release information to the market, and are still unable to do so before the commencement of trading.

If you have any queries regarding any of the above, please let me know.

Yours sincerely



Jenny Cutri

Assistant Manager, Listings (Perth)

Direct Line: (08) 9224 0003