



# TAKORADI LIMITED

ACN 006 708 676

1 October 2010

## ANNOUNCEMENT

Takoradi Limited (Takoradi) to merge its South American interests into Metminco Limited (Metminco)

# A\$50 MILLION CRYSTALLISATION OF VALUE BY WAY OF CASH & SHARES

The Chairman of Takoradi, Mr Rodney Hudspeth is pleased to advise that the Board of Takoradi has agreed to convert its non-liquid 25.4% interest in Hampton Mining Limited (Hampton) the company which holds its South American interests (Chile and Peru), including the significant, Los Calatos copper-molybdenum project, into the ASX listed Metminco, which is presently the major, 72.6% shareholder of Hampton.

Following the issue of 195 million fully paid ordinary shares in Metminco and payment of A\$3.35 million in cash, Takoradi will have crystallized a value on its Hampton investment of approximately A\$50million, based on the last sale price of Metminco on the ASX. If all the shares it was entitled to from the agreement were retained, Takoradi would have swapped its 25.4% Hampton interest in Hampton for approximately a 19% interest in Metminco, plus A\$3.35million cash.

On completion of the transaction, which will take place after a shareholders meeting of Metminco, Takoradi will immediately assign to the Sentient Group (Sentient) 35million Metminco shares so eliminating its total debt to Sentient of approximately A\$9.7 million. Takoradi will then hold a substantial equity interest in Metminco of approximately 15.3%. Sentient holds a 19.7% interest in Takoradi

Apart from Takoradi, the other two significant shareholders in Metminco, at the time of completion, will be Highland Holdings Resources Inc, being approximately 14.3% and Junior Investment Company 12.7%. These various shareholdings may change as Metminco raises additional working capital.



As a part of the transaction, Metminco is acquiring Notesan Pty Limited's (Notesan) direct 1.3% interest in Hampton for an issue of 11,434,076 fully paid ordinary shares. Notesan, Takoradi's largest shareholder, is associated with Takoradi's Chairman – Mr Rodney Hudspeth

As a result of the above arrangements Takoradi will make an application to the ASX to lift the temporary suspension on its shares which are currently listed on the ASX.

All litigation in relation to Hampton, Metminco and others will be suspended and upon completion of the transaction, discontinued.

Further details can be obtained through the Metminco Announcement at [www.metminco.com.au](http://www.metminco.com.au).

Takoradi also holds gold and copper projects in Namibia, South West Africa and Ghana – West Africa which the company intends to continue to explore and develop in the near future.

A handwritten signature in dark ink, appearing to read 'Rodney T. Hudspeth', written in a cursive style.

RODNEY T HUDSPETH  
Chairman