



ASX Announcement

31 October 2014

ASX ANNOUNCEMENT **GRANT OF WAIVER – GRANT OF WAIVER FOR ASX LISTING RULE 10.13.3**

Melbourne, 31st October 2014 – Argo Exploration Limited (**Company**) wishes to advise that it has been granted a waiver from ASX Listing Rules 10.13.3 and 10.13.5 to allow the Company to put a resolution to shareholders at the Company's upcoming Annual General Meeting to approve the future issue of fully paid ordinary shares to Directors of the Company (or their nominees) as consideration for monthly directors' fees payable to them for the period from 1 November 2014 to 31 October 2015.

The waiver was granted on the following conditions:

- 1.1 The Notice of Annual General Meeting (the Notice) states that the shares will be issued within 10 business days of each month end during the period 1 November 2014 to 31 October 2015, after shareholder approval is obtained.
- 1.2 The Notice states that the number of shares to be issued to Mr Andrew Van Der Zwan, Mr Christopher Martin, and Mr Justin Hondris (or their nominees) will be calculated by dividing the amount owed to each director in respect of their directors' fees by the volume weighted average trading price of the Company's shares on ASX in the month immediately preceding their issue, subject to a floor price of 2.5 cents per share.
- 1.3 The Company releases the terms of the waiver to the market immediately.
- 1.4 The Notice contains the full terms and conditions of the Remuneration Shares.
- 1.5 The Company's annual report for any period during which the shares are issued to Mr Andrew Van Der Zwan, Mr Christopher Martin and Mr Justin Hondris (or their nominees), discloses details of the number of shares that were issued to each of them, including the percentage of the Company's issued capital represented by those shares.

The Notice of Annual General Meeting was dispatched to shareholders on 23 October 2014.

The Directors also note that the 2.5 cent floor price mentioned above (and as detailed in the Notice of Annual General Meeting) represents an approximate 79% premium to the VWAP for the past 10 months.

For further information please contact:

Mr Andrew Van Der Zwan

Executive Director

Telephone (03) 9692 7222

Or visit the website www.argoexploration.com.au

Mr Chris Martin

Non-Executive Director