



1 March 2007

Company Announcements Office
Australian Stock Exchange Limited

Via E-lodgement

Dear Sir/Madam

ASX Code MTN
Fourth Supplementary Target's Statement

Marathon Resources Limited (*Marathon*) refers to the recent Notice of Variation lodged by Buttermere Australia Pty Ltd (*Buttermere*) in relation to its takeover bid for all the ordinary shares in Marathon.

Attachedⁱ please find Fourth Supplementary Target's Statement which was lodged with ASIC today by way of response to Buttermere's extension of its unsolicited off-market takeover bid.

Yours faithfully

A handwritten signature in black ink, appearing to read "Sam Appleyard", is written over a light grey rectangular background.

Sam Appleyard
Company Secretary

ⁱ Fourth Supplementary Target's Statement



Marathon Resources Ltd
ACN 107 531 822

The letter below is the fourth Supplementary Target's Statement issued by Marathon Resources Ltd (Marathon) and is dated 1 March 2007. It supplements Marathon's Target's Statement dated 8 September 2006 relating to the unsolicited off-market takeover bid for all shares issued in the capital of Marathon by Buttermere Australia Pty Limited, an indirect wholly owned subsidiary of Crosby Capital Partners Inc. This Supplementary Target's Statement is to be read together with the Target's Statement as supplemented by the first Supplementary Target's Statement issued by Marathon on 25 September 2006 (First Supplementary), second Supplementary Target's Statement issued by Marathon on 19 October 2006 (Second Supplementary) and the third Supplementary Target's Statement issued by Marathon on 9 November 2006 (Third Supplementary). Terms used below have the meanings given in section 9 of the Target's Statement.

FOURTH SUPPLEMENTARY TARGET'S STATEMENT

MARATHON DIRECTORS CONTINUE TO ADVISE YOU TO

REJECT

**THE OFFER FOR YOUR MARATHON SHARES
TO REJECT THE OFFER SIMPLY DO NOTHING**

1 March 2007

Dear Marathon Shareholder,

Takeover offer by Buttermere Australia Pty Ltd

You have been advised that Buttermere Australia Pty Ltd extended its unsolicited off-market takeover offer of 68 cents for each Marathon share for the sixth time on 26 February 2007. The Offer is now scheduled to close at 7.00pm (Sydney time) on 4 May 2007 unless extended again.

The offer price of 68 cents per Marathon share:

- compares to Marathon's closing share price of \$3.56 on the ASX on 28 February 2007, which represents a premium of \$2.88 or 423.5% to the Offer Price; and
- compares to Marathon's volume weighted average selling price on the ASX of \$3.27 for the period 1 February 2007 to 28 February 2007, which represents a premium of \$2.59 or 380.9% to the Offer Price

The significant difference between Marathon's current market price and the Offer Price clearly reflects the total inadequacy of the Offer for Marathon shares. The Directors advise shareholders to simply ignore the Offer.

Shareholders have previously been advised by Marathon, and it is noted again, that as the Offer has been extended for more than one month they have the right, if they have accepted the Offer, to withdraw their acceptance in accordance with section 650E of the Corporations Act and regain control of their Marathon shares.

Although the Bidder has extended its offer for Marathon six times it has not altered any other terms and conditions. However the Bidder has announced that it is considering whether or not to increase the Offer Price under the Offer, to take into account the general change in market sentiment to uranium companies and

the increase in the trading price of Marathon Shares since the commencement of the Offer Period. Marathon directors believe this further supports the recommendation to Shareholders to reject the Offer.

Marathon directors will advise Shareholders further should there be any change to the price and terms of the Offer and will continue developing Marathon's assets for the benefit of Shareholders. Your Directors reiterate their recommendation that you **REJECT** the Offer for the reasons explained in detail in the Target's Statement as supplemented by the First Supplementary, the Second Supplementary, the Third Supplementary and this Fourth Supplementary Target's Statement.

To reject the Offer simply do nothing and ignore all documentation sent to you by the Bidder.

Signed for and on behalf of Marathon Resources Ltd by Peter Williams being a director authorised to sign this Fourth Supplementary Target's Statement pursuant to a resolution passed by Marathon directors on 1 March 2007.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Peter Williams', written in a cursive style.

Peter L Williams

Chairman

Marathon Resources Ltd