

Thursday 24 October 2013

Dear Optionholder,

PRO-RATA NON-RENOUNCEABLE OPTIONS ISSUE

As announced on 23 October 2013, Argent Minerals Limited (ACN 124 780 276) (**Company**) is undertaking a one-for-two pro rata non-renounceable rights issue (being, one (1) Option for every two (2) Shares held at that time) (**Rights Issue or Offer**) of 76,328,580 options for fully paid ordinary shares (**Options**) to raise approximately \$763,285. The price payable on application for each Option is 1 cent. The Options issued under the Rights Issue will have an exercise price of 17.5 cents exercisable on or before 31 March 2016. The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 24 October 2013.

Funds raised (after paying for the expenses of the Offer) will be applied towards progressing the Kempfield Silver Project development approval, feasibility study, and exploration of Kempfield massive sulphide targets and toward general working capital of the Company.

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5pm (WST) on 15 November 2013, whose registered address is in Australia or New Zealand.

All shares issued on exercise of the Options will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer, the Company will have issued up to 76,328,580 Options resulting in total Options on issue of up to 93,859,247.

Optionholders

The terms and conditions of the options you currently hold do not entitle you to participate in the Rights Issue unless you exercise your options in time for new shares to be issued and to be entered on the Company's register of members on or before 5pm (WST) on 15 November 2013 (**Record Date**).

To exercise your options and thereby participate in the Rights Issue, you will need to deliver the following to Security Transfer Registrars PO Box 535, APPLECROSS WA 6953;

- ⑤ A notice of exercise of options;
- ⑤ An option certificate (where the options are certificated) or a copy of a holding statement (where the options are uncertificated) in respect of those options to be exercised; and
- ⑤ Payment for the exercise price in respect of those options to be exercised by way of a cheque made payable to "Argent Minerals Limited".

To ensure that your new shares are issued prior to the Record Date, the above must be received by Argent Minerals Limited no later than 12 November 2013. If received after this date, the issue of new shares prior to the Record Date cannot be assured.

Before deciding whether to exercise any or all of your options, you should read the Prospectus in its entirety.

This notice is important and requires immediate attention. If you have any queries concerning the Rights Issue, please contact your financial adviser or Marcus Michael, the Company Secretary, on +61 8 9322 6600.

Yours sincerely

David Busch

Managing Director

Argent Minerals Limited