
ASX ANNOUNCEMENT - 12 MAY 2004

SALE OF UNMARKETABLE PARCELS

The Directors of Apollo Gold Mining Limited ("Apollo") wish to advise that they intend to proceed with a sale of unmarketable parcels of shares in Apollo.

Under the Company's Constitution, the Company has the power to sell unmarketable parcels of shares. In accordance with the requirements of the Constitution, the sale will be on the following conditions:

- all existing holders with shareholding parcels worth less than \$500 will be issued with a notice from Apollo stating that their shares are liable to be sold or disposed of by the Company;
- based on the recent trading price of Apollo's shares on ASX, the directors anticipate that those persons holding less than 4,000 shares in Apollo will be issued with a notice;
- recipients of the notice must advise Apollo by the date specified in the notice, being not less than 42 days from the date of giving of the notice, if they wish to retain all or some of their shares (and not participate in the sale process) and those shareholders who do not respond to the notice at all will be deemed to have authorised Apollo to proceed with the sale of their shares;
- at the expiry of the notice period, Apollo will sell or dispose of the shares through a stockbroking firm, on the basis that they obtain the highest possible price, or in any other manner as the directors resolve;
- the resulting proceeds of sale will then be returned to the shareholders whose shares have been sold on Apollo receiving satisfactory evidence regarding ownership of those shares;
- Apollo will pay all brokerage and other expenses associated with the sale of shares under this procedure.

The directors of Apollo have estimated that, based on the current number of shareholders in Apollo with holdings of less than 4,000 shares, there is a potential administrative saving to the Company in the order of \$35,000 per annum, if these smaller holdings are removed from the register.

The directors of Apollo wish to emphasise that they actively encourage the participation in Apollo by persons wishing to acquire shares in the Company (whether they be existing shareholders or not). This proposed sale is only directed at the smaller, seemingly inactive, shareholdings in Apollo as a measure to save significant ongoing administrative costs.





Notices will be dispatched to the holders of unmarketable parcels within the next few days. Further information as to the progress of this activity will be provided in coming weeks.

For further information please contact:

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