

Form 603

Corporations Act
Section 671B

Notice of initial substantial holder

To: Company Name/Scheme Encounter Resources Limited

1. Details of substantial holder (1)

Name: UBS Nominees Pty Ltd and its related bodies corporate

ABN: 32 001 450 522

The holder became a substantial holder on: 29 March 2007

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Persons' votes (5)	Voting power (6)
Ordinary	5,388,074	5,388,074	8.98%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
UBS AG London Branch	Prime Broker with power to control the exercise of the power to dispose of shares pursuant to a Prime Broking Agreement.	5,388,074 Ordinary

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
UBS AG London Branch	Various Custodians	Various Custodians	5,388,074 Ordinary

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
N/A. As these holdings are held by UBS AG London Branch on behalf of Prime Brokerage clients, there is no trading by UBS AG London Branch to be reported.				

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:

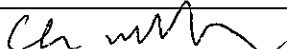
Name and ACN (if applicable)	Nature of association
UBS AG London Branch	Related body corporate

7. Addresses

The addresses of persons named in this form are as follows:

Name and ACN (if applicable)	Address
UBS AG London Branch	100 Liverpool St, London, EC2M 2RH

Signature

Print name:	Christopher Madden	Capacity:	Company Secretary
Sign here:		Date:	30 March 2007

Contact details for this notice:

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