



19 November 2009

Company Announcements Platform  
Australian Securities Exchange Limited

**via e-lodgment**

Dear Sir/Madam

Please find attached a copy of Pitcher Partner's announcement of 19 November 2009 regarding the anticipated finalization of the Recapitalisation Deed between the Monarch Group and Stirling Resources Limited.

Yours faithfully

Ildiko Wowesny  
Company Secretary



For personal use only

# Frequently Asked Questions



## Deed Administrator's Update to Shareholders

Monarch Gold Mining Company Ltd (Receivers & Managers Appointed)  
(Subject to Deed of Company Arrangement) ("the Company")

ACN 100 038 266

ASX code: MON ("Monarch")

19 November 2009

### Anticipated finalisation of the Recapitalisation Deed

I refer to my previous correspondence regarding the Recapitalisation Deed between the Monarch Group and Stirling Resources Limited ("Stirling").

I advise that completion of the Recapitalisation Deed ("Completion") has been deferred from 19 November 2009 and is now expected to occur on 31 December 2009.

As previously advised, all conditions precedent to the Recapitalisation Deed have been satisfied. In addition, Stirling Resources Limited ("Stirling") has already contributed \$2.039M to meet certain administration costs and a further \$2.961M was paid directly to Territory in part payment of their security. Stirling has agreed to fund the administration and operational expenditure incurred as a result of any delay in finalising this transaction (i.e. between 1 October 2009 and Completion).

### Reason for the delay

On 9 November 2009, Stirling requested the Australian Securities Exchange ("ASX") allow a suspension to be applied to all their quoted securities. The suspension was necessitated by a request from the Australian Securities and Investment Commission ("ASIC") to Stirling to provide further disclosure in respect of its recent Renounceable Rights Issue Prospectus ("the Prospectus") offered to Stirling's shareholders. It was Stirling's intention a portion of the funds raised would contribute to the balance of funding required to complete the Recapitalisation Deed in relation to Monarch and its subsidiaries ("Completion").

I understand ASIC's review principally relates to the technical data pertaining to Monarch and its proposed recapitalisation contained in the Prospectus. The issues raised are being addressed by Stirling.

### Effect of the delay

As a result of this recent delay Stirling have agreed to provide an additional amount of \$0.9 million on 27

November 2009 and \$1.5 million on 11 December 2009 to meet the additional administration costs until Completion and to pay all priority employee entitlements, further highlighting their commitment to finalising the Recapitalisation.

It is still anticipated that the Company will still re-list under its new name, Swan Gold Mining Limited (ASX:SWA) in due course.

### Where can I get further information?

For further information as to your rights as a shareholder and the current status of Monarch please refer to the Deed Administrator's previous updates to shareholders.

Any other urgent queries should be directed to Pitcher Partners in Perth.

**BRYAN HUGHES**  
**DEED ADMINISTRATOR**

Pitcher the difference

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