



**ACN 88 060 628 202**

Level 9 , 190 St Georges Tce  
Perth  
Western Australia 6000

PO Box 7761 Cloisters Square  
Western Australia 6850

**Telephone: (08) 9322 5330**

**Facsimile: (08) 9322 5988**

**email:**

**[comet@cometres.com.au](mailto:comet@cometres.com.au)**

5 September 2003

The Company Announcements officer  
Australian Stock Exchange Limited

Sydney NSW

Dear Sir/Madam

**Priority Offer - Prosperity Resources Limited.**

The Directors of Comet Resources Limited (Comet) are pleased to advise that all shareholders appearing on the Company's Register of Members as at 5.00 pm Western Standard Time (WST) on Tuesday 16 September 2003 (the "Record Date") will be offered a priority allocation to subscribe for shares in the capital of Prosperity Resources Limited (Prosperity).

Comet granted an option to Prosperity to acquire Comet's Yalgoo tenements that are prospective for gold in January 2003. The option is due to expire on the 30 November 2003. Comet is to retain a 100% interest in the highly prospective Yalgoo Base Metal Project. The option is only exercisable if Prosperity is granted admission to the Official List of the Australian Stock Exchange Limited.

The option is exercisable by Prosperity issuing to Comet 6,000,000 ordinary fully paid shares (approximately 20% of Prosperity) and granting 2,000,000 options expiring 30 November 2005. In addition, Comet will have the right to nominate one Director to the Board of Prosperity.

Prosperity is about to lodge with the Australian Securities & Investments Commission a prospectus offering for subscription 14,000,000 ordinary fully paid shares at an issue price of 20 cents per share.

Prosperity is offering a priority allocation in respect of 4,000,000 Prosperity shares offered under the prospectus. Each Comet shareholder will be offered a priority allocation of 10,000 Prosperity shares if they are registered as a holder of Comet shares on the Record Date. Prosperity shares subscribed for by Comet shareholders will be

allocated on a first come basis, according to the receipt of the share application by the Share Registrar of Prosperity.

A Prosperity prospectus will be mailed to all Comet shareholders. A copy of this prospectus will also be available on the Prosperity website at **[www.prosperity.net.au](http://www.prosperity.net.au)**.

Applications for Prosperity shares by Comet shareholders, who wish to apply for shares under the priority offer, will only be accepted on the "Priority Application Form" accompanying the prospectus. Payment for Prosperity shares must be made in full, at the issue price of 20 cents per share, and must be for a minimum of 10,000 Prosperity shares

Applications for Prosperity shares and accompanying cheques must be received by Computershare Investors Services Pty Ltd on or prior to the Prospectus closing date.

Applications and accompanying cheques must be either mailed to:

Prosperity Resources Limited  
C/- Computershare Investors Services Pty Ltd  
GPO Box D182  
PERTH WA 6840

or delivered to:

Prosperity Resources Limited  
C/- Computershare Investors Services Pty Ltd  
Level 2  
45 St Georges Terrace  
PERTH WA 6000

Yours faithfully

RO Jones  
Director