

General Announcement
Reference No OS-050331-57252

Submitting Merchant Bank	:	OSK SECURITIES BERHAD
Company Name	:	BTM RESOURCES BERHAD
Stock Name	:	BTM
Date Announced	:	31/03/2005

Type : Announcement
Subject : PROPOSED RIGHTS ISSUE OF UP TO 29,485,650 NEW ORDINARY SHARES OF RM1.00 EACH IN BTM ("RIGHTS SHARE(S)") AT AN ISSUE PRICE OF RM1.00 EACH PAYABLE IN TWO-CALL UPON APPLICATION ON THE RENOUNCEABLE BASIS OF ONE (1) RIGHTS SHARE FOR EVERY ONE (1) EXISTING BTM ORDINARY SHARE OF RM1.00 EACH ("BTM SHARE(S)") HELD ON A DATE TO BE DETERMINED LATER TOGETHER WITH UP TO 29,485,650 NEW FREE DETACHABLE WARRANTS OF RM1.00 EACH ("WARRANTS") ON THE BASIS OF ONE (1) WARRANT FOR EVERY ONE (1) RIGHTS SHARE SUBSCRIBED ("PROPOSED TWO-CALL RIGHTS ISSUE WITH FREE DETACHABLE WARRANTS")

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We refer to the announcements made by OSK Securities Berhad ("OSK") on behalf of the Board of Directors of BTM on 17 June 2004 and 10 August 2004 in relation to the Proposed Two-Call Rights Issue With Free Detachable Warrants.

On behalf of the Board of Directors of BTM, OSK is pleased to announce that the Securities Commission ("SC"), vide its letter dated 25 March 2005, has approved the Proposed Two-Call Rights Issue With Free Detachable Warrants pursuant to Section 32(5) of the SC Act 1993, subject to the following terms and conditions:-

Terms

- (i) Renounceable two-call rights issue of up to 29,485,650 BTM Shares at an indicative issue price of RM1.00 each, on the basis of one (1) Rights Share for every one (1) existing BTM Share held on a date to be determined later, together with up to 29,485,650 new free detachable Warrants on the basis of one (1) Warrant for every one (1) Rights Share subscribed; and
- (ii) Listing of and quotation for the new BTM Shares to be issued pursuant to the Proposed Two-Call Rights Issue With Free Detachable Warrants and new BTM Shares to be issued pursuant to the exercise of the Warrants on the Second Board of Bursa Malaysia.

Conditions

- (i) BTM is to comply with the standard conditions pertaining to the utilisation of proceeds from the Proposed Two-Call Rights Issue With Free Detachable Warrants; and
- (ii) OSK/BTM is to confirm to the SC that BTM has complied with all the terms of approval and the relevant requirement as stipulated in the Issues Guidelines, upon completion of the proposals.

The Board has accepted and will adhere to the aforesaid conditions.

The terms used herein shall, unless the context otherwise stated, bear the same meaning as those defined in the previous announcements in relation to the Proposed Two-Call Rights Issue With Free Detachable Warrants.

This announcement is dated 31 March 2005.