



ABN 85 126 379 646

20 May 2008

Australian Stock Exchange  
Exchange Plaza  
2 The Esplanade  
**PERTH WA 6000**

Dear Sir / Madam

**RE: AVANCO RESOURCES LIMITED – COMPLETION OF ENTITLEMENT  
OFFER**

Please be advised that Avanco Resources Limited (the Company) has received applications for 54,357,639 options pursuant to the Entitlement Issue Prospectus dated 18 April 2008. The Company advises that the shortfall under the offer was 642,364 options. Pursuant to the terms of the Underwriting Agreements, the Company has notified the underwriters to the offer of the shortfall.

The Company will now proceed with the allotment process and dispatch holding statements as soon as possible.

Yours faithfully

Scott Funston  
**Company Secretary**  
**AVANCO RESOURCES LIMITED**