

**ASX**

AUSTRALIAN SECURITIES EXCHANGE

MARKET RELEASE

16 September 2010

Encounter Resources Limited**TRADING HALT**

The securities of Encounter Resources Limited (the "Company") will be placed in pre-open at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in pre-open until the earlier of the commencement of normal trading on Monday, 20 September 2010 or when the announcement is released to the market.

Security Code: ENR

Jill Hewitt

Senior Adviser Issuers (Perth)



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By Facsimile 9221 2020

Attention Jill Hewitt

Request For Trading Halt

Pursuant to ASX Listing Rule 17.1 Encounter Resources Limited ("Encounter, the Company") requests a trading halt on its securities pending an announcement to the market regarding assay results received from drilling at the BM1 prospect that are considered material by the company.

The Company anticipates that the trading halt will be lifted on or before 20 September 2010 by provision of an announcement to ASX regarding the assay results.

The Company is not aware of any reason why the trading halt should not be granted.

Yours faithfully,
ENCOUNTER RESOURCES LIMITED

KEVIN HART
COMPANY SECRETARY