

Tellus Resources Limited is an Australian-based oil & gas and mineral exploration company with licences in South Australia, Queensland and New South Wales. The Company also has oil interests in Utah, USA in a well established oil province.

Directors:

Robert Kennedy - **Chairman**

Carl Dorsch - **Managing Director**

Neil Young - **Non-Executive Director**

Issued Shares:

194,348,295 ordinary shares

Tellus Resources Ltd

ASX Code: TLU

T: +61 8 8100 9200

F: +61 8 8227 0544

Website:

www.tellusresources.com.au

Enquiries:

Tellus Resources Ltd

Level 5, 70 Pirie St.

(PO Box 190, Rundle Mall)

Adelaide SA 5000

Attention: Carl Dorsch

M: +61(0)400 508 088

Carl.Dorsch@tellusresources.com.au

CANCELLATION OF GENERAL MEETING

Tellus Resources Ltd ("TLU" or "the Company") advises that it has received the attached letter from solicitors, representing shareholders who had previously requisitioned a General Meeting, advising that the requisition has now been withdrawn unconditionally.

The TLU Board has accepted the unconditional withdrawal and resolved to cancel the meeting in accordance with the Company's Constitution.

Accordingly, the General Meeting scheduled to be held on 7 October 2014 to consider the resolutions proposed by the shareholders will no longer be held.

Our Ref: RD:643756
Contact: Rebecca Dooley
Direct Line: 02 9225 2591
Partner: Jason Lambeth

2 October 2014

The Directors
Tellus Resources Ltd
Level 5
70 Pirie Street
Adelaide SA 5000

Dear Sirs

WITHDRAWAL OF REQUISITION FOR A GENERAL MEETING OF TELLUS RESOURCES LTD ACN 144 733 595

As you are aware, we act for Paragon Group Holding Limited, Rich Peak Enterprises Limited, Asia Pacific Mining Capital Pte Ltd and Ben Cameron Salmon (**Salmon Entities**), which are shareholders of Tellus Resources Ltd ACN 144 733 595 (**Company**).

We refer to the requisition for a general meeting of the Company by the Salmon Entities that was delivered to the Company on 6 August 2014 (**Requisition**). The Requisition related to a general meeting proposed to be held on 7 October 2014.

We are instructed that our clients formally and unconditionally withdraw the Requisition.

Please confirm receipt of this letter and withdrawal of the Requisition by way of return e-mail.

Yours faithfully
KEMP STRANG



Jason Lambeth
Partner
Email: lambethj@kempstrang.com.au

2228748_1.rd