

FAX
TRANSMISSION

To:
From:
Subject: Form 603 - Initial disclosure of substantial shareholder interest

Message: Dear Sirs

Please find attached a Form 603 sent on behalf of CQS Asset Management Limited.

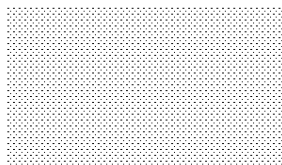
Kind Regards,

Colin Woods

Compliance Manager

CQS
5th Floor
33 Grosvenor Place
London SW1X 7HY
United Kingdom
Tel: +44 (0)20 7201 6908
Fax: +44 (0)20 7201 1282
Web: www.cqs.ch

This e-mail and any files transmitted with it (the "Information") are confidential and may be legally privileged. The Information is for the exclusive use of the intended recipient(s) and the accessing, reproducing or distributing of the Information by any other person is unauthorized and may be unlawful. CQS disclaims all liability for any loss or damage resulting from the receipt or use of the Information and does not warrant as to the completeness or accuracy of the Information. The Information does not constitute: (i) a binding legal agreement; (ii) legal, regulatory, tax, accounting or other advice; (iii) an offer, recommendation or solicitation to buy or sell shares in any fund or any security, commodity, financial instrument or derivative linked to, or otherwise included in, a portfolio managed or advised by CQS; or (iv) an offer to enter into any other transaction whatsoever. The Information may be the personal opinion of the individual sender and not of CQS. CQS (UK) LLP (registered no. OC307419) and CQS (Grosvenor) LLP (registered no. OC368071) are limited liability partnerships; CQS Asset Management Limited (registered no. 04988116), CQS Investment Management Limited (registered no. 05607786) and CQS Management Limited (registered no. 03691917) are all limited liability companies. All are regulated with the Financial Services Authority (with the exception of CQS Management Limited and CQS (Grosvenor) LLP) and registered in England and Wales with their registered address at 5th Floor, 33 Chester Street, London, SW1X 7BL. This email may relate to or be sent from other members of the CQS Group and the term "CQS" may refer to any member of the CQS Group. For information about members of the CQS Group please visit <http://www.cqs.ch/disclaimer/CQSEmailDisclaimer.htm>.



Company Name
Address
Tel: Fax:
Email: Website:

Form 603

Corporations Act 2001
Section 671B

Notice of initial substantial holder

To Company Name/Scheme RIEDEL RESOURCES LIMITED

ACN/ARSN 143 042 022

1. Details of substantial holder (1)

Name CQS Asset Management Limited

ACN/ARSN (if applicable) N/A

The holder became a substantial holder on 14/08/2012

2. Details of voting power

The total number of votes attached to all the voting shares in the company or voting interests in the scheme that the substantial holder or an associate (2) had a relevant interest (3) in on the date the substantial holder became a substantial holder are as follows:

Class of securities (4)	Number of securities	Person's votes (5)	Voting power (6)
Ord NPV	8,666,666	8,666,666	9.01%

3. Details of relevant interests

The nature of the relevant interest the substantial holder or an associate had in the following voting securities on the date the substantial holder became a substantial holder are as follows:

Holder of relevant interest	Nature of relevant interest (7)	Class and number of securities
City Natural Resources High Yield Trust plc	-	8,666,666 Ord NPV

4. Details of present registered holders

The persons registered as holders of the securities referred to in paragraph 3 above are as follows:

Holder of relevant interest	Registered holder of securities	Person entitled to be registered as holder (8)	Class and number of securities
City Natural Resources High Yield Trust plc	HSBC Custody Nominees (Australia) Limited	HSBC Custody Nominees (Australia) Limited	8,666,666 Ord NPV

5. Consideration

The consideration paid for each relevant interest referred to in paragraph 3 above, and acquired in the four months prior to the day that the substantial holder became a substantial holder is as follows:

Holder of relevant interest	Date of acquisition	Consideration (9)		Class and number of securities
		Cash	Non-cash	
City Natural Resources High Yield Trust plc	14/08/12	500,000		6,666,666 Ord NPV

6. Associates

The reasons the persons named in paragraph 3 above are associates of the substantial holder are as follows:


Name and ACN/ARSN (if applicable)	Nature of association
N/A	N/A

7. Addresses

The addresses of persons named in this form are as follows:

Name	Address
City Natural Resources High Yield Trust plc	C/O CQS Asset Management Limited, 33 Chester Street, London SW1X 7BL

Signature

print name	KATE HASWELL	capacity	COMPLIANCE OFFICER, CQS ASSET MANAGEMENT LIMITED
sign here		date	16/08/2012

DIRECTIONS

- (1) If there are a number of substantial holders with similar or related relevant interests (eg. a corporation and its related corporations, or the manager and trustee of an equity trust), the names could be included in an annexure to the form. If the relevant interests of a group of persons are essentially similar, they may be referred to throughout the form as a specifically named group if the membership of each group, with the names and addresses of members is clearly set out in paragraph 7 of the form.
- (2) See the definition of "associate" in section 9 of the Corporations Act 2001.
- (3) See the definition of "relevant interest" in sections 608 and 671B(7) of the Corporations Act 2001.
- (4) The voting shares of a company constitute one class unless divided into separate classes.
- (5) The total number of votes attached to all the voting shares in the company or voting interests in the scheme (if any) that the person or an associate has a relevant interest in.
- (6) The person's votes divided by the total votes in the body corporate or scheme multiplied by 100.
- (7) Include details of:
 - (a) any relevant agreement or other circumstances by which the relevant interest was acquired. If subsection 671B(4) applies, a copy of any document setting out the terms of any relevant agreement, and a statement by the person giving full and accurate details of any contract, scheme or arrangement, must accompany this form, together with a written statement certifying this contract, scheme or arrangement; and
 - (b) any qualification of the power of a person to exercise, control the exercise of, or influence the exercise of, the voting powers or disposal of the securities to which the relevant interest relates (indicating clearly the particular securities to which the qualification applies).

See the definition of "relevant agreement" in section 9 of the Corporations Act 2001.
- (8) If the substantial holder is unable to determine the identity of the person (eg. if the relevant interest arises because of an option) write "unknown".
- (9) Details of the consideration must include any and all benefits, money and other, that any person from whom a relevant interest was acquired has, or may, become entitled to receive in relation to that acquisition. Details must be included even if the benefit is conditional on the happening or not of a contingency. Details must be included of any benefit paid on behalf of the substantial holder or its associate in relation to the acquisitions, even if they are not paid directly to the person from whom the relevant interest was acquired.