



ARGONAUT
LIMITED
A.B.N. 33 109 326 418

10 October 2006

The Directors
Odyssey Energy Limited
Level 9, BGC Centre
28 The Esplanade
PERTH WA 6000

Company Announcement Office
Australian Stock Exchange Limited
Level 4, 20 Bridge Street
SYDNEY NSW 2000

NOTICE OF INITIAL SUBSTANTIAL HOLDER
ODYSSEY ENERGY LIMITED

In accordance with section 671B of the Corporations Act 2001, we enclose a notice of change of interests of substantial holder for Odyssey Energy Limited ("the Company") due to 12,000,000 new shares being issued in the Company and therefore decreasing the percentage of voting power Argonaut now has in the Company.

Yours faithfully
ARGONAUT LIMITED

EDWARD G. RIGG
Managing Director

Form 604

Corporations Act 2001

Section 671B

Notice of initial substantial holder

To: Odyssey Energy Limited
 ACN: 116 151 636

1. Details of substantial holder (1)

Name: Argonaut Limited
 ACN: 109 326 418

There was a change in the interests of the substantial holder on 29 September 2006.

The previous notice was given to the Company on 29 November 2005.

The previous notice was dated 29 November 2005.

2. Previous and present 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 when last required, and when now required, to give a substantial holding notice to the company or scheme, are as follows:

Class of securities (4)	Previous Notice		Present Notice	
	Persons Votes	Voting Power (5)	Persons Votes	Voting power (5)
Ordinary Shares	3,375,000	11.25%	3,335,000	7.94%

3. Changes in relevant interests

Particulars of each change in, or change in the nature of, a relevant interest of the substantial holder or an associate in voting securities of the company or scheme, since the substantial holder was last required to give a substantial notice to the company or scheme are as follows:

Date of Change	Person whose relevant interest changed	Nature of Change (6)	Consideration given in relation to change (7)	Class and number of securities affected	Persons votes affected
1 June 2006	CI Ventures Limited	Sale of shares	\$26,000	40,000 Ordinary Shares	40,000
29 September 2006	Argonaut Limited	Issue of new shares in the Company causing a dilution in the current voting power of Argonaut	NIL	3,335,000 Ordinary Shares	3,335,000

4. Present relevant interests

Particulars of each relevant interest of the substantial shareholder in voting securities after the change is as follows:

Holder of relevant interest	Registered holder of securities	Persons entitled to be registered as holder (8)	Nature of relevant interest	Class and number of securities
Argonaut Investments Pty Limited <as trustee for the Argonaut Investment Trust>	Argonaut Investments Pty Limited <as trustee for the Argonaut Investment Trust>	Argonaut Investments Pty Limited <as trustee for the Argonaut Investment Trust>	Owner of ordinary fully paid shares	3,000,000
CI Ventures Ltd	CI Ventures Ltd	CI Ventures Ltd	Owner of ordinary fully paid shares	335,000

5. Change in association

The persons who have become associates (2) of, ceased to be associates of, or have changed the nature of their association (9) with, the substantial holder in relation to voting interests in the company or the scheme are as follows:

Name and ACN	Nature of Association
Nil	Nil

6. Addresses

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

Name	Address
Argonaut Limited	Level 29 Allendale Square, 77 St Georges Terrace, PERTH WA 6000
Argonaut Investments Pty Limited <as trustee for the Argonaut Investment Trust>	Level 29 Allendale Square, 77 St Georges Terrace, PERTH WA 6000
CI Ventures Ltd	Level 29 Allendale Square, 77 St Georges Terrace, PERTH WA 6000

Signature

print name: Edward Rigg

capacity: Managing Director

sign here:



date: 10/10/2006