



**BLACKHAM**  
Resources Limited

29 November 2017

Dear Optionholder

**PRO-RATA RENOUNCEABLE RIGHTS ISSUE – NOTICE TO OPTIONHOLDERS**

This letter is to notify you on 24 November 2017, Blackham Resources Limited ACN 119 887 606 (**Company**) announced a 2 for 7 pro rata renounceable rights issue to shareholders of up to approximately 102,590,951 fully paid ordinary shares (**New Shares**) at an issue price of \$0.12 per New Share to raise approximately \$12,310,914 (**Entitlement Offer**).

Each eligible shareholder will be entitled to subscribe for two (2) New Shares for every seven (7) shares held at 5.00pm WST on 5 December 2017 (**Record Date**).

On the basis that no optionholders of the Company exercise their options before the Record Date, a maximum of approximately 102,590,951 New Shares will be offered under the Entitlement Offer.

There is no inherent right in your options to participate in the Entitlement Offer unless you exercise your options and are entered on the register as a shareholder on or before the Record Date. The purpose of this letter is to give you notice prior to the Record Date in which you may exercise your options should you wish to participate in the Entitlement Offer.

If you are not a shareholder of the Company and wish to participate in the Entitlement Offer, it will be necessary for you to exercise all or part of your options, and the shares issued on the exercise of those options must have been issued to you before the Record Date. If you wish to do so, you will need to exercise those options and pay the current exercise price in accordance with the terms of your options before the Record Date. If you exercise your options, pay the relevant exercise price monies, are entered into the register of shareholders by the Record Date and have a registered address in Australia or New Zealand, you will be sent a prospectus and an entitlement and acceptance form in respect of the Entitlement Offer.



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ABN 18 119 887 606

If you do not wish to participate in the Entitlement Offer (in respect of your options) you do not need to take any action. Before deciding whether to exercise all or any of your options, you should consider the terms of the Entitlement Offer and the prospectus. If in any doubt, you should consult with your professional advisor.

To exercise your options and thereby participate in the Entitlement Offer you will need to deliver to the registered office of the Company the following:

1. a notice in writing to the directors of the Company specifying the number of options to be exercised;
2. your option certificate covering that number of options; and
3. payment for the exercise price for those options by way of a cheque made payable to the Company,

(together the **Option Exercise Notice**).

Each share allotted as a result of the exercise of an option will rank pari passu with all other issued ordinary shares of the Company.

***Option Exercise Notices must be received by the Company no later than 5.00pm (WST) on 5 December 2017.***

#### **Key dates for the Entitlement Offer**

<b>Event</b>	<b>Date</b>
Prospectus lodged with ASIC	Following close of business on Wednesday, 29 November 2017
Prospectus released to ASX	Following close of business on Wednesday, 29 November 2017
Notification of option holders, who cannot participate in the Entitlement Offer without first exercising their options, about the Entitlement Offer	Thursday, 30 November 2017
Letter to security holders containing the information required by Appendix 3B	Thursday, 30 November 2017
"Ex" date (being the date that Shares start trading without the Entitlements to participate in the Entitlement Offer)	Monday, 4 December 2017
Rights trading starts on a deferred settlement basis	Monday, 4 December 2017
Record Date to determine Entitlements	5.00pm (WST) on Tuesday, 5 December 2017
Opening Date of Entitlement Offer	Wednesday, 6 December 2017
Despatch of the Prospectus and Entitlement and Acceptance Form to Eligible Shareholders	

Rights trading ends	Friday, 8 December 2017
Shares quoted on a deferred settlement basis	Monday, 11 December 2017
Last day to extend the Closing Date for the Entitlement Offer	Tuesday, 12 December 2017
Closing Date for acceptances under the Entitlement Offer	5.00pm (WST) on Friday, 15 December 2017
ASX notified of under subscriptions under the Entitlement Offer	Tuesday, 19 December 2017
Issue Date of New Shares and deferred settlement trading of New Shares ends	Thursday, 21 December 2017
Trading of New Shares expected to commence	Friday, 22 December 2017
Holding statements despatched	Friday, 22 December 2017
Shortfall offer closing date	Thursday 4 January 2018
Last day to issue share under shortfall offer	Monday, 8 January 2018

These dates are indicative only and are subject to change. The Company reserves the right, subject to the Corporations Act and the Listing Rules, to extend these dates without prior notice including extending the last date for receipt of the Entitlement and Acceptance Form, or to delay or withdraw the Entitlement Offer at any time without prior notice. If withdrawn, all Application Monies for New Shares which have not been issued will be refunded (without interest) as soon as practicable.

For further information please contact Link Market Services Limited on 08-9211 6670.

Yours faithfully

Mike Robbins  
Company Secretary  
Blackham Resources Limited