



19 December 2018

Dear Shareholder

## **Notice to Ineligible Shareholders of Non-Renounceable Pro-Rata Entitlements Issue of New Options**

We write to you as the registered holder of fully paid ordinary shares (**Shares**) in Elixir Petroleum Limited (ASX:EXR) (**Company**) whose registered address is outside of Australia and New Zealand (together the **Eligible Countries**) as at today's date.

As advised in the Company's ASX announcement dated 14 December 2018, and as detailed in the prospectus lodged by the Company with ASIC and ASX on the same date, the Company is undertaking a non-renounceable, pro-rata offer of options, each exercisable at \$0.075 on or before 31 December 2020 (**New Options**), at an issue price of \$0.01 per New Option, to Eligible Shareholders on the basis of one (1) New Option for every four (4) Shares held at the record date (**Offer**).

The record date to determine entitlements for Eligible Shareholders is 21 December 2018 (**Record Date**).

Where the determination of the entitlement of any Eligible Shareholder results in a fraction of a Share, such fraction will be rounded down to the nearest whole New Option.

A prospectus in relation to the Offer was lodged with ASIC and ASX on 14 December 2018 (**Prospectus**) and is available on the Company's ASX platform at the ASX website ([www.asx.com.au](http://www.asx.com.au)). A copy of the Prospectus, together with an entitlement and acceptance form will be sent to Eligible Shareholders on 28 December 2018.

The Company currently has 384,763,232 Shares, 8,000,000 options and 22,500,000 performance rights on issue (refer to section 4.1 of the Prospectus for further details about the Company's securities on issue, noting that the shares and performance rights to be issued on completion of the acquisition of GOH have now been issued). Assuming that no options are exercised and no performance rights convert into Shares prior to the Record Date, the Offer is for up to 96,190,808 New Options. The Offer will raise up to \$961,908 (before payment of the costs associated with the Offer).

The Offer is not underwritten. Any New Options not taken up by Eligible Shareholders under the Offer (**Shortfall Options**) will be placed by the Company at the board's discretion. The offer of any Shortfall New Options is a separate offer made under the Prospectus.

The funds raised under the Offer will be used to supplement the Company's existing cash reserves and will be used to fund further exploration work on the Company's existing assets, provide general working capital and to fund further activities within the Nomgon IX CBM PSC.

Eligible Shareholders are those persons who:

- (a) are registered as a holder of Shares as at 5.00pm (WST) on the Record Date; and
- (b) have a registered address in Australia or New Zealand (together the **Eligible Countries**). The Offer is not being extended to any Shareholder whose registered address is outside the Eligible Countries (**Ineligible Shareholders**).

This letter is to inform you that you are an Ineligible Shareholder for the purposes of the Offer and consequently you will not be able to subscribe for New Options under the Offer. This letter is to inform you of the Offer and is not an offer to issue New Options to you, nor an invitation to apply for New Options. You are not required to do anything in respect of this letter.

The Company has determined that it would be unreasonable on this occasion to extend the Offer to you as an Ineligible Shareholder having regard to:

- (a) the number of Shareholders in your jurisdiction;
- (b) the number and value of New Options the Shareholders in your jurisdiction would be offered; and
- (c) the cost of complying with the legal requirements and the requirements of the regulatory authorities in your jurisdiction.

For your information only, details of the Offer are contained in a prospectus lodged with ASIC and ASX on 14 December 2018 (**Prospectus**) which is available on the Company's ASX platform at the ASX website ([www.asx.com.au](http://www.asx.com.au)).

If you have any questions in relation to the Offer, please contact the Company on +61 (08) 9226 2111 between 8.30am and 5.00pm (WST) Monday to Friday.

Yours sincerely



**Dougal Ferguson**  
Managing Director