



15 January 2018

Dear Optionholder

**Notification of underwritten non-renounceable entitlement issue**

Patrys Limited (**Company**) has announced to ASX Limited (**ASX**) a pro-rata non-renounceable rights issue on the basis of two (2) fully paid ordinary shares for eleven (11) ordinary shares held by Shareholders registered at 7.00 pm (AEDT) on **18 January 2018 (Record Date)** at an issue price of \$0.017 (1.7 cents) (**Rights Issue**).

The Rights Issue will be offered to shareholders registered on the Record Date with a registered address in Australia or New Zealand (**Eligible Shareholder**).

Under the terms of the options you currently hold, there is no entitlement to participate in the Rights Issue, unless you exercise your options and are entered onto the register as an Eligible Shareholder on or before the Record Date. The purpose of this letter is to give you that notice in order to permit you to participate in the Rights Issue, should you wish to do so.

If you wish to participate in the Rights Issue (in respect of your options), you will need to exercise all or part of your options in accordance with their terms at least 1 day prior to **18 January 2018**.

Pursuant to section 708AA of the *Corporations Act* 2001, the Company is not required, and consequently, will not issue a prospectus or other disclosure document for the Rights Issue. However, an offer document has been lodged with ASX and is available on the ASX website at [www.asx.com.au](http://www.asx.com.au). The offer document will be dispatched to shareholders of the Company registered on the share register on the Record Date on 22 January 2018 and who have their registered address in Australia or New Zealand.

If you do not wish to participate in the Rights Issue (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 offer document. If in any doubt, you should consult with your professional advisor.

Should you have any queries in relation to this matter, please do not hesitate to contact the Company on +61 3 9670 3273.

Yours faithfully

A handwritten signature in black ink, appearing to read "James Campbell".

James Campbell  
Chief Executive Officer