



30 December 2014

Market Announcements Platform  
Australian Securities Exchange  
20 Bridge Street  
Sydney NSW 2000

#### UNMARKETABLE PARCEL SHARE SALE FACILITY

King Island Scheelite Limited (ABN 40 004 681 734) (**Company**) is pleased to announce that it has instituted the sale of ordinary shares for holders of unmarketable parcels of the Company's shares.

The ASX Listing Rules define an unmarketable parcel as those with a market value of less than \$500. The Company has reduced this limit to \$240 for its unmarketable share sale facility.

As at 7.00 pm (AEDT) on 29 December 2014 (**Record Date**), an unmarketable parcel of shares is any shareholding of less than 2,000 ordinary shares, based on the closing price of 12 cents on the Record Date (**Closing Price**). This represents 97,170 ordinary shares held by 341 shareholders (**Minority Members**).

The Company is offering this sale to assist holders of unmarketable parcels to sell shares without having to use a broker or pay brokerage.

The Company will pay for all the costs of the sale for shareholders who use this facility, excluding tax consequences from the sale, which remains the shareholder's responsibility.

The Company values all of its shareholders, however it incurs significant administrative costs maintaining such a large number of unmarketable parcels.

By facilitating this sale, the Company expects to reduce the administrative costs associated with maintaining a large number of very small holdings.

King Island Scheelite Limited shareholders who own 2,000 shares or more will not be eligible to participate.

If Minority Members wish to sell shares through this facility, they do not need to take any action.

If Minority Members do not wish to sell shares through this facility, they must complete and return the Share Retention Form to the Company's share registry, Computershare Investor Services Pty Limited, by 5.00 pm (AEDT) on 13 February 2015 (**Retention Date**).

Upon the sale of the unmarketable parcel shares by the appointed broker, proceeds shall be forwarded to eligible shareholders.

Attached is a copy of the letter and the Share Retention Form that is currently being mailed to shareholders that are holding an unmarketable parcel in King Island Scheelite Limited on the Record Date.

Yours sincerely,

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Ian Morgan  
Company Secretary


King Island Scheelite Limited  
ABN 40 004 681 734

Suite 26.01, Level 26  
259 George Street  
Sydney NSW 2000  
GPO Box 5154 Sydney NSW 2001

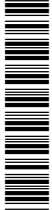
Telephone (02) 8622 1400  
Facsimile (02) 8622 1401  
[www.kingislandscheelite.com.au](http://www.kingislandscheelite.com.au)



**For all enquiries:**

Phone:  +61 2 8622 1400

┌ 000001 000 KIS  
MR SAM SAMPLE  
UNIT 123  
SAMPLE STREET  
SAMPLETOWN NSW 2001



Dear Shareholder

**IMPORTANT NOTICE - Sale of your King Island Scheelite Limited (KIS) shares.**

I am writing to advise you that KIS is putting in place a share sale facility of shares valued less than **A\$240** as at **29 December 2014**.

KIS is offering this facility to assist holders of unmarketable parcels of shares to sell them without brokerage costs and to reduce the expense to KIS of maintaining almost 418 shareholders with unmarketable parcels.

**Unless you advise KIS that you want to retain your shares as set out below, your shares will be sold and you will be sent the sale proceeds.**

The share sale facility is being established in accordance with KIS's constitution and the ASX Listing Rules.

**If you want to sell your shares under the facility - you need take no action.**

Your shares will be sold on your behalf after **13 February 2015**. You will not need to appoint a broker nor pay the brokerage and handling costs associated with the sale of shares under the facility. Any tax consequences from the sale of your shares will be your responsibility.

**If you wish to retain your shareholding in KIS you must return the included Share Retention Form to Computershare Investor Services Pty Limited, so that it is received no later than 5.00pm (AEDT) on 13 February 2015.**

If you require further information, please contact the KIS on + 61 2 8622 1400 between 8.30am and 5.30pm (AEDT) Monday to Friday.

**If you are in any doubt, or if you require information regarding possible taxation implications from participating in the facility, please consult your legal, financial or taxation advisor.**

Yours sincerely

Ian Morgan  
Company Secretary

## MORE INFORMATION ON THE FACILITY

### 1. When will my shares be sold?

It is intended that any shares sold under the facility will be sold as soon as practicable after **13 February 2015**.

### 2. What is an unmarketable parcel of securities?

A parcel of securities valued at less than \$500 (as defined by the ASX Listing Rules), reduced to \$240 for the KIS share sale facility.

### 3. What price will I receive for shares sold under the facility?

The price that you receive for your shares under the facility will be the volume weighted average price of all KIS shares sold in the ordinary course of trading on the Australian Securities Exchange (**ASX**) on the trading day (or over the trading days) of sale. This price will depend on a number of factors, including market conditions at the time, and you will not have control over the time at which your shares are sold. The price you receive may be different from the price appearing in the newspaper or quoted by ASX on any day, and may not be the best price on the day that your shares are sold.

### 4. What is the price of KIS shares?

The last sale price of KIS shares on **29 December 2014** was **12 cents**. The KIS share price changes frequently and more recent prices are available in newspapers and from the ASX website ([www.asx.com.au](http://www.asx.com.au)) under the ASX code "KIS".

### 5. When will the proceeds from the sale of shares be sent to me?

Payment will be sent to you within 10 business days after the last sale under the facility. Payment will be made in Australian dollars by direct credit to your nominated bank account or by cheque if you do not have a direct credit authority recorded on the KIS share register.

Computershare Investor Services Pty Limited will notify you, by way of a transaction confirmation statement, of the number of shares sold and the price and total sale proceeds you have received. The transaction confirmation statement (and cheque if applicable) will be sent by post, at your risk, to your address recorded on the KIS share register.

### 6. If I buy more shares, will I retain my shareholding?

Yes, we will treat any movement in your shareholding as an indication that you do not want your shares to be sold under the facility. For a purchase to be an effective notification that you wish to retain your shares, any additional shares must be registered by 5.00pm (AEDT) on **13 February 2015** under the same name and address and the same holder number (SRN or HIN) as set out in this letter.

### 7. Where can I get further information?

If you require further information, please contact the KIS on + 61 3 8622 1400 between 8.30am and 5.30pm (AEDT) Monday to Friday.

### 8. Important notes

KIS reserves the right to change any of the dates referred to in this letter, by notice to the ASX.

This letter does not constitute advice nor a recommendation to buy, sell or hold KIS securities nor that the facility is the best way to sell KIS securities.

If you are in any doubt about what to do, you should consult your legal, financial or taxation advisor.



**Return your form to the Company's  
share registry:**

By Mail:  
Computershare Investor Services Pty Limited  
GPO Box 2115 Melbourne  
Victoria 3001 Australia

000001 000 KIS  
MR SAM SAMPLE  
UNIT 123  
SAMPLE STREET  
SAMPLETOWN NSW 2001

## Share Retention Form

 **If you wish to retain your shares, your form must be received by 5.00pm (AEDT) on 13 February 2015.**

This is an important document that requires your immediate attention. It can only be used in relation to the securityholding represented by the details printed overleaf. If you are in doubt about how to deal with this form, please contact your financial or other professional adviser.

### Step 1: Securityholder Details

ONLY use this form if you wish to retain your shares in King Island Scheelite Limited.

DO Not use this form if you wish to sell your shares under the Share Sale Facility.

If you have recently bought or sold shares your holding may differ from that shown. If you have already sold all your shares in King Island Scheelite Limited, do not complete or return this form. If you have more than one holding on King Island Scheelite Limited's register and you do not sell your shares under the Share Sale Facility, you should consider consolidating them. If you have any questions concerning your shareholding or how the Share Sale Facility will work, please refer to the Information Sheet in the enclosed letter, otherwise contact KIS on + 61 2 8622 1400 between 8.30am and 5.30pm (AEDT) Monday to Friday.

Please check the details provided and update your address via [www.investorcentre.com](http://www.investorcentre.com) if any of the details are incorrect. If you have a CHESSE sponsored holding, please contact your Controlling Participant to notify a change of address.

### Step 2: Signing Instructions

**Individual:** Where the holding is in one name, the shareholder must sign.

**Joint Holding:** Where the holding is in more than one name, all of the shareholders must sign.

**Power of Attorney:** Where signing as Power of Attorney (POA), you must attach an original certified copy of the POA to this form.

**Companies:** Where the holding is in the name of a Company, this form must be signed in accordance with the Corporations Act, either as:

- a Sole Director and Sole Company Secretary **OR** a Sole Director (if no Company Secretary exists), **OR**
- two Directors, **OR**
- a Director and Secretary.

**Overseas Companies:** Where the holding is in the name of an Overseas company (companies incorporated outside Australia) the form must be signed as above, or documentation must be provided showing that the company can sign in an alternate manner.

**Deceased Estate:** All executors must sign and a certified copy of the Death Certificate and Will must accompany this form.

Entering contact details is not compulsory, but will assist us if we need to contact you.

**Turn over to complete the form** →



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# Share Retention Form

For your security keep your SRN/HIN confidential.

## STEP 1 Shareholder Details

MR SAM SAMPLE  
UNIT 123  
SAMPLE STREET  
SAMPLETOWN NSW 2001

Securities held as at the Record Date  
7.00pm (AEDT) on Monday, 29 December 2014:

## STEP 2 Signature of Shareholder(s) *This section must be completed.*

By signing and returning this form, I/we confirm that I/we understand that my/our shares will NOT be sold under the Share Sale Facility

Individual or Shareholder 1

Sole Director and Sole Company Secretary/  
Sole Director (cross out titles as applicable)

Shareholder 2

Director

Shareholder 3

Director/Company Secretary  
(cross out titles as applicable)

Contact Name \_\_\_\_\_

Contact  
Daytime  
Telephone

\_\_\_\_\_ Date / /

Email Address \_\_\_\_\_

## Privacy Notice

The personal information you provide on this form is collected by Computershare Investor Services Pty Limited (CIS), as registrar for the securities issuers (the issuer), for the purpose of maintaining registers of securityholders, facilitating distribution payments and other corporate actions and communications. In addition, the issuer may authorise us on their behalf to send you marketing material or include such material in a corporate communication. You may elect not to receive marketing material by contacting CIS using the details provided above or emailing [privacy@computershare.com.au](mailto:privacy@computershare.com.au). We may be required to collect your personal information under the Corporations Act 2001 (Cth) and ASX Settlement Operating Rules. We may disclose your personal information to our related bodies corporate and to other individuals or companies who assist us in supplying our services or who perform functions on our behalf, to the issuer for whom we maintain securities registers or to third parties upon direction by the issuer where related to the issuer's administration of your securityholding, or as otherwise required or authorised by law. Some of these recipients may be located outside Australia, including in the following countries: Canada, India, New Zealand, the Philippines, the United Kingdom and the United States of America. For further details, including how to access and correct your personal information, and information on our privacy complaints handling procedure, please contact our Privacy Officer at [privacy@computershare.com.au](mailto:privacy@computershare.com.au) or see our Privacy Policy at <http://www.computershare.com/au>.