



ASX RELEASE

Monday 20 April 2015

Dear Shareholder

Non-Renounceable Rights Issue Offer – overseas shareholders

Please find enclosed an Information Booklet relating to King Island Scheelite Limited (**KIS**), for a 1 for 11 non-renounceable rights offer (**Offer**).

This document is provided for your information only. You are not required to do anything in response to this letter.

Shareholders registered as holders of shares at the record date, on Friday 24 April 2015, with a registered address outside Australia, New Zealand, Hong Kong, and the Channel Islands (**Ineligible Shareholders**) may not participate in the Offer.

KIS has determined, pursuant to ASX Listing Rule 7.7.1(a) and section 9A(3) of the *Corporations Act 2001 (Clth)*, that it would be unreasonable on this occasion to extend the Offer to Ineligible Shareholders having regard to the costs of complying with legal and regulatory requirements in each of those jurisdictions.

As the Offer is non-renounceable, you will not receive any payment or value for rights in respect of KIS shares that would have been offered to you if you were eligible.

Thank you for your continued support of KIS and I trust you understand KIS' position in this matter.

Yours sincerely

Johann Jacobs
Chairman
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