

15 December 2017

Dear Shareholder

AuMake International Limited – pro-rata non-renounceable entitlement issue

As announced on 13 December 2017 AuMake International Limited (ACN 150 110 017) (**AuMake**) is undertaking a 2:15 pro rata non-renounceable entitlement issue (**Entitlement Issue** or **Offer**) of approximately 31,900,431 fully paid ordinary shares (**New Share**) to raise approximately \$20,097,271. The price of New Shares under the Offer is \$0.63 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 13 December 2017.

The Offer is fully underwritten by Prenzler Group Pty Ltd (AFSL 456663) (**Underwriter**). The Company must pay the Underwriter an underwriting fee of 4% of the total amount raised pursuant to the Offer. The Company must also reimburse the Underwriter for costs incidental to the Offer.

The purpose of the Entitlement Offer is to raise up to \$20,097,271.

The funds raised from the Entitlement Offer are planned to be used in accordance with the table set out below:

Item	Proceeds of the Entitlement Offer	Full Subscription (\$)	%
1.	Retail Store Expansion	10,000,000	49.76%
2.	China Support Team	2,000,000	9.95%
3.	Increasing AuMake owned product inventory	3,000,000	14.93%
4.	Expansion of marketing and supply chain resources	500,000	2.49%
5.	Expenses of the Offer	900,493	4.48%
6.	Working capital	3,696,778	18.39%
	Total	20,097,271	100.00

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5:00 pm (EST) on 19 December 2017, with an “ex” date of 5:00 pm (EST) on 18 December 2017, and whose registered addresses are in Australia or New Zealand.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer, the Company will have issued approximately 31,900,431 New Shares resulting in total Shares on issue of approximately 271,153,661.

Ineligible shareholders

A Shareholder who has a registered address outside Australia and New Zealand (**Ineligible Shareholder**) will not be eligible to participate in the Offer.

You are not eligible to participate in the Offer and you will not be sent a copy of the Prospectus. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia and New Zealand compared with the small number of Ineligible Shareholders and the number and value of New Shares to which they would otherwise be entitled.

If you have any queries concerning the Entitlement Issue, or the action you are required to take to subscribe for New Shares, please contact your financial adviser or Peter Zhao, AuMake's Company Secretary, on +61 8 9323 2000.

Yours sincerely

Keong Chan
Executive Chairman
AuMake International Limited