



ALLIGATOR ENERGY LTD

ACN 140 575 604

Ph (07) 3852 4712

Fax (07) 3852 5684

PO Box 338, Spring Hill, Qld 4004

Suite 3, 36 Agnes Street, Fortitude Valley QLD 4006



«Post_zone»

«Company_code» «Sequence_number»

29 May 2018

«Holder_name»

«Address_line_1»

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Dear Optionholder

Alligator Energy Limited ACN 140 575 604

Non-Renounceable Rights Issue

On 29 May 2018, Alligator Energy Limited (**AGE** or the **Company**) announced a non-renounceable rights issue to eligible shareholders, on the basis of 1 new share for every 3.5 shares currently held plus 1 attaching option for every 2 new shares subscribed, to raise approximately \$1,146,621 before costs, at an issue price of \$0.007 per new share (**Rights Issue**).

The Rights Issue is not underwritten.

Only shareholders with a registered address in Australia and New Zealand will be eligible to participate in the Rights issue (**Eligible Shareholders**).

The Rights Issue is made to Eligible Shareholders registered at 7.00pm (Brisbane time) on Monday 4 June 2018 (**Record Date**).

Assuming no options are exercised before the Record Date, up to 163,803,045 new shares will be issued under the Rights Issue. If all of the existing options are exercised before the Record Date up to a further 23,854,871 new shares will be issued under the Rights Issue.

As a non-renounceable offer, rights are not tradeable on the ASX or otherwise transferrable. New shares issued will rank equally with the Company's existing shares.

The Rights Issue will be conducted by way of a prospectus offer to Eligible Shareholders of continuously quoted securities (as defined in the Corporations Act) and has been prepared in accordance with section 713 of the Corporations Act (**Prospectus**). The prospectus will be available on the Company's website at www.alligatorenergy.com.au and on the ASX website at www.asx.com.au on Tuesday 29 May 2018.

Optionholders of options listed on the ASX under the code AGE0

The purpose of this letter is to give you notice, as an option holder of the Company, that if you wish to participate in the Rights Issue in relation to the shares underlying your options, you must take urgent action exercise your options before the Record Date.

Notice of exercise of your options and payment of the exercise price of the options must be received by the Company's share registry, Security Transfer Australia Pty Ltd, on or before Monday 4 June 2018. Any notice of exercise of options received after this date cannot be assured of the allotment of shares by the Record Date. If you require an option exercise form, please contact the Company Secretary, Mike Meintjes, on +61 7 3852 4712 as soon as you receive this letter or our share registry, Security Transfer Australia, on 1300 992 916 or (03) 9628 2200.

There is no obligation for you to exercise your options (these have a 2.1 cent exercise price). This letter is intended to inform you of your rights in relation to your options and the Rights Issue. If you do not wish to participate in the Rights Issue, you do not need to take any action.

Purpose of the Offer

The purpose of the Rights Issue is to raise approximately \$1,146,621 which will enable the Company to:

- Attract direct investment into the Company's key drill-ready uranium exploration asset in the Alligator Rivers Uranium Province (ARUP), being the TCC4 prospect;
- Undertaking a focussed initial drilling program in the Piedmont cobalt – nickel project in northern Italy based on a successful outcome from the Phase 1 geochemical and geophysics program;
- Maintaining the Company's uranium interests and assets in the Alligator Rivers Uranium Province; and
- Working capital requirements, including the costs of the Rights Issue.

Indicative timetable for the Rights Issue:

Announcement of Issue	Tuesday 29 May 2018
Lodgement of Prospectus with ASIC and ASX	Tuesday 29 May 2018
Notice to Option Holders	Tuesday 29 May 2018
Notice to security holders containing Appendix 3B information	Wednesday 30 May 2018
Shares commence trading on an ex rights basis	Friday 1 June 2018
Record Date for the Offer	Monday 4 June 2018
Prospectus and Entitlement and Acceptance Form despatched to Shareholders	Wednesday 6 June 2018
Opening Date of Offer (9am Brisbane time)	Wednesday 6 June 2018
Closing Date of Offer (5pm Brisbane time)	Wednesday 20 June 2018
Advise ASX of any shortfall	Monday 25 June 2018
Expected date of issue of New Shares and Attaching Options	Wednesday 27 June 2018
Commencement of trading of New Shares and Attaching Options on ASX	Thursday 28 June 2018
Expected date of despatch of holding statements for New Shares	Thursday 28 June 2018

This timetable is indicative only and may be subject to change according to the requirements of the *Corporations Act 2001* (Cth) and the ASX Listing Rules.

Prospectus

Further details of the Rights issue are contained in the Prospectus. Eligible Shareholders should consider the Prospectus carefully before deciding whether to participate in the Rights Issue and consult with their professional advisors if they have any queries.

Please contact Mike Meintjes on +61 7 3852 4712 if you have any queries regarding the Rights Issue or your eligibility to participate in the Rights Issue.

Yours faithfully
Alligator Energy Limited



John Main
Chairman