

ELLERSTON ASIAN
INVESTMENTS LIMITED
ACN 606 683 729

Dear Option Holder,

IMPORTANT UPDATE- ELLERSTON ASIAN INVESTMENTS OPTIONS

Thank you for your ongoing support of Ellerston Asian Investments Limited. I am writing to inform you that your EAI options (ASX code: EAIO) will expire on Thursday 28 February 2019.

Some critical information in relation to your options:

- **Options expire 28th February 2019 at 5pm.**
- EAI's Net Tangible Assets (NTA) and current share price support the value of the option to holders.
- Option holders who buy new EAI shares at the \$1.00 exercise price do so at a discount of 8.3%* to the 21 September 2018 estimated fully diluted NTA.

Please note that you have **three choices** in relation to your options which are:

1 – Exercise Your Options	2 – Sell Options 'on market'	3 – Do Nothing
Exercise all or a portion of your options. This entitles you to buy new EAI shares (ASX Code: EAI) at a \$1.00 fixed price (Exercise Price) with no brokerage cost. Each option held entitles to you to one additional ordinary share.	Sell all or a portion of your options (ASX Code: EAIO) on the market at the traded price if you do not choose to exercise the option. This allows you to realise the cash value of the option value by selling it.	Do nothing in which case your options will expire worthless at 5pm on the expiry date 28 February 2019.

EAI Net Tangible Assets and Share Price

The estimated pre-tax Net Tangible Assets (NTA) per share as at 21 September 2018 was \$1.1411*. On a fully diluted basis, (that is, if we assume that all outstanding options are exercised), the NTA would be \$1.0907 before tax. Therefore, option holders who buy new EAI shares at the \$1.00 exercise price do so at a discount of 8.3%* to the 21 September fully diluted NTA before tax.

At the time of writing, the share price of EAI is \$1.070 which is above the option exercise price of \$1.00.

How do I exercise my options?

To exercise your options, you may pay via the personalised BPAY details on the enclosed form and there is no need to return the forms. Alternatively, please complete the enclosed exercise form making your payment via cheque and returning it to the Company's register, Link Market Services.

If you have any queries about completing the form, please call Link Market Services 1300 551 627 (within Australia) or +61 1300 551 627 (outside Australia), between 8.30am and 5.30pm (Sydney time) or email EAI@linkmarketservices.com.au.

For further information about your EAIO options, please call Sam Stobart or Melissa Ridley at Ellerston Capital on (02) 9021 7797.

Yours sincerely,



Ian Kelly
Company Secretary