



8 January 2019: ASX ANNOUNCEMENT (ASX: LCK)

Dear Optionholder,

Leigh Creek Energy Limited (ASX:LCK) (LCK or the Company) announced that it is undertaking a 1 for 15 non-renounceable pro rata rights issue (**Offer**) to raise approximately \$3.86m (before costs). The proceeds of the Offer will provide funds for project development and general working capital.

Eligibility of shareholders to participate

Existing LCK shareholders who hold Shares as at 7pm (ACDT) on 11 January 2019, and have a registered address in Australia, New Zealand, British Virgin Islands or Hong Kong will be eligible to participate in the Offer (**Eligible Shareholders**). Full details of the Offer are disclosed in the Offer Document to be provided to Eligible Shareholders who will be sent a copy of the Offer Document and personalised Application Form on 16 January 2019.

Your options do not entitle you to participate in the Offer.

The purpose of this letter is to give you notice prior to the Record Date that you may exercise your options should you wish to participate in the Offer. Accordingly, if you wish for some or all of the shares underlying your options to be counted as part of your entitlement, you will need to exercise that portion of your vested and exercisable options for which you wish to participate and pay the current exercise price for them so that those shares are issued to you before the Record Date. Please contact the Company Secretary should you wish to exercise your options.

If you choose to participate in the Offer by exercising some or all of your options prior to the Record Date, you will be sent an Offer Document and personalised entitlement and acceptance form containing important information about the Offer. A copy of the Offer Document is also available on the ASX website at www.asx.com.au and at LCK's website at www.lcke.com.au

If you do not wish to participate in the Offer (in respect of your options) you do not need to take any action.

Before deciding whether to exercise all or any of your options, you should ensure that you satisfy the requirements for an Eligible Shareholder and consider the terms of the Offer carefully. It is recommended that you consult with your professional adviser before making any investment decision.

If you do not exercise your options, the exercise price will be adjusted as a result of the Offer in accordance with the formula in the ASX Listing Rules.

Any questions concerning the Offer should be directed to Jordan Mehrtens, Company Secretary, on +61 8 8132 9104 or at jordan.mehrtens@lcke.com.au.

Yours sincerely,

Justyn Peters
Executive Chairman