



1 April 2019

Dear option holder,

## OPTION EXPIRY NOTICE

In accordance with the Australian Securities Exchange (ASX) Listing Rules, you have received this notice as you are a registered holder of listed options in Pengana International Equities Limited (ASX: PIA).

Each option (ASX: PIAO), which gives you the opportunity to purchase an additional share in PIA at \$1.18 per share, will expire on 10 May 2019.

The following courses of action are available to option holders:

**1. Exercise some or all your options at any time before the Expiry Date of 10 May 2019**

You can do so by completing the attached Option Exercise Form and returning the form and your payment of \$1.18 per Option exercised to PIA's registry, Computershare Investor Services Pty Limited ('Computershare') so that both are received any time before 5:00pm (Sydney time) on the Option Expiry Date.

Payment can be made by cheque or BPAY. Payment details are contained in the enclosed personalised option exercise form. Please note, you do not need to return the exercise form if you are paying by BPAY, however the payment must be still received by 5:00pm (Sydney time) on 10 May 2019.

You will then be issued shares in PIA.

Shares acquired through the exercise of options before **11 April 2019**, being the day prior to the record date of the interim dividend, will be entitled to the interim dividend of 3.5 cent per share, fully franked at the rate of 27.5%. The interim dividend is payable on 7 May 2019.

Shares acquired through the exercise of options after **11 April 2019** will not be entitled to the interim dividend of 3.5 cent per share.

**2. Sell your options**

As the options are listed on the ASX, you may be able to sell some or all your options through a share broker. Options will stop trading on the ASX at the close of business on **6 May 2019**, the last day of quotation.

**3. Do nothing**

Your options will expire on 10 May 2019 and cease trading on the ASX at the close of business on 6 May 2019. If you do nothing, the options will simply lapse on the expiry date and you will receive no value for the option.

The following additional information may assist you in your consideration of the action, if any, that you should take.

The highest market price of PIA ordinary shares during the three months preceding the date of this letter	\$1.15	27 February 2019
The lowest market price of PIA ordinary shares during the three months preceding the date of this letter	\$1.055	2 January 2019
The latest available market price of PIA ordinary shares (which are cum the interim dividend) <sup>(1)</sup>	\$1.12	1 April 2019
The latest available market price of PIA options	\$0.001	7 March 2019
The latest available pre-tax net tangible assets (NTA) per share before provision for interim dividend <sup>(1)</sup>	\$1.21	22 March 2019
Interim dividend fully franked at 27.5% tax rate	\$0.035	
<sup>(1)</sup> Please note that PIA shares will trade ex-dividend (that is without the value of the interim dividend) on 11 April 2019. As the latest available market price of PIA ordinary shares was \$1.12, investors seeking to increase their holding in PIA should consider buying PIA shares on market, rather than exercising their options at \$1.18. However, the market price should be monitored for any significant changes.		

The number of options you hold at the date of this letter is set out in the enclosed personalised Option Exercise Form.

Each option entitles the holder to receive, on exercise, one fully paid ordinary share in the Company. If all options are exercised, 237,786,835 fully paid ordinary shares will be issued.

No brokerage is charged on the exercise of your options.

No underwriting agreement exists in respect to the options.

If you are in doubt as to what action you should take, please seek advice from your adviser.

If you have any questions regarding your PIA options, please call the Pengana Client Services team on +61 2 8524 9900 or Computershare on 1300 850 505 (within Australia) or +61 3 9415 400 (from outside Australia) from 8:30am to 5:30pm (Sydney time) Monday to Friday.

On behalf of the Board of Directors, I thank you for your continued support.

Yours faithfully,



Frank Gooch  
Chairman  
Pengana International Equities Limited