

14 March 2018

Dear Foreign Shareholder,

Non-renounceable Entitlement Offer of Options

On 13 March 2018 Reedy Lagoon Corporation (“**RLC**”) announced on ASX that, in order to raise \$1 million for further drilling at its lithium brine targets in Nevada, USA, it proposed to make an offer to Eligible Shareholders of 1 Option over an RLC Share for each 8 RLC ordinary shares held on the Record Date under a non-renounceable pro rata entitlement offer (“**Entitlement Offer**”) at an offer price of \$ 0.02 per Option. The exercise price of an Option is \$0.08 and Options are exercisable at any time within 3 years of their issue.

As you are a shareholder with a registered address outside of Australia and New Zealand (“**Foreign Shareholder**”) the Entitlement Offer will not be extended to you. The Company has formed the view that it would be unreasonable to extend the Entitlement Offer to Foreign Shareholders having regard to:

1. the number of shareholders outside of Australia and New Zealand as a proportion of the total shareholders of the Company;
2. the number and value of the shares to be offered to shareholders outside of Australia and New Zealand; and
3. the costs of complying with the legal requirements and requirements of regulatory authorities in overseas jurisdictions.

The Entitlement Offer is non-renounceable and you will not receive any payment or value for any entitlements you would otherwise have had if the Entitlement Offer had extended to you.

Approximately 50 million Options (representing rights to the issue of 11.1 % of RLC’s share capital immediately post issue) will be issued under the Entitlement Offer. The Entitlement Offer is not underwritten.

If you have any questions regarding the Entitlement Offer or your eligibility to participate, please contact our share registry, Link Market Services on + 61 1300 880 467.

Geof Fethers
Managing Director