

Letters to Eligible Security Holders

On 28 October 2022, **Hydrix Limited** (ASX: **HYD**) (**Hydrix** or **Company**) announced that it is conducting the following offers:

1. **(Shareholder Offer)** a pro-rata non-renounceable entitlement offer to eligible shareholders of one (1) option to acquire one (1) fully paid ordinary Hydrix share (**Share**) at an exercise price of \$0.12 and an expiry date of 5:00pm (Melbourne time) on 31 December 2023 (**Loyalty Option**) for every eight (8) Shares held on the record date of 7.00pm (Melbourne time) on Wednesday 2 November 2022; and
2. **(HYDO Optionholder Offer)** an offer to eligible HYDO optionholders (**HYDO Optionholders**) of one (1) Loyalty Option for every one (1) HYDO option held as at 4.59pm (Melbourne time) on 31 July 2022,

(Loyalty Options Offer).

Attached are letters dispatched by Hydrix today to all shareholders and HYDO Optionholders who are eligible to participate in the Loyalty Options Offer.

-ENDS-

Authorisation: This announcement is authorised for release by the Board of Directors of Hydrix Limited.

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About Hydrix Limited

Hydrix Limited (ASX: HYD) is a powerful product innovation company. Hydrix's purpose is to enhance the health, safety, and wellbeing of a billion lives. The company leverages its powerful product innovation capability across three complimentary commercial business segments. These segments are **Hydrix Services:** design and engineer products that transform markets; **Hydrix Ventures:** invest in high potential medtech clients; and **Hydrix Medical:** distribute disruptive cardiovascular products.



7 November 2022

NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES

Dear Shareholder,

Hydrix Limited – Loyalty Options Offer (Shareholder Offer)

On 8 August 2022, Hydrix Limited (ACN 060 369 048) (ASX:HYD) (**Hydrix** or **Company**) announced its intention to undertake the following offers:

1. a pro-rata non-renounceable entitlement offer to eligible shareholders of one (1) option to acquire one (1) fully paid ordinary Hydrix share (**Share**) at an exercise price of \$0.12 and an expiry date of 5:00pm (Melbourne time) on 31 December 2023 (**Loyalty Option**) for every eight (8) Shares held on the record date of 7.00pm (Melbourne time) on Wednesday 2 November 2022 (**Shareholder Offer**); and
2. an offer to eligible HYDO optionholders (**HYDO Optionholders**) of one (1) Loyalty Option for every one (1) HYDO option held as at 4.59pm (Melbourne time) on 31 July 2022 (**HYDO Optionholder Offer**),

(**Loyalty Options Offer**).

The offer of Loyalty Options is intended to reward loyal security holders who have supported Hydrix, by giving them an opportunity to participate in Hydrix's growth strategy to become a globally diversified med-tech company, whilst simultaneously assisting Hydrix with funding its growth objectives during 2022 and 2023.

Based on the Company's total issued share capital at the date of this letter, the Company will issue an aggregate of 50,464,726 Loyalty Options under the Loyalty Options Offer, to raise approximately \$252,000 (before costs).

The Loyalty Options Offer is fully underwritten by Baker Young Limited, which means that upon completion of the Offer, the Company will (subject to the terms of the underwriting agreement) raise the full offer amount of approximately \$252,000 (before costs).

Details of Shareholder Offer

You are receiving this letter because you are eligible to participate in the Shareholder Offer component of the Loyalty Options Offer.

Under the Shareholder Offer, eligible shareholders will be able to subscribe for 1 Loyalty Option for every 8 Shares held on the record date of 7.00pm (Melbourne time) on Wednesday 2 November 2022 (**Record Date**). The Loyalty Options have an issue price of \$0.005 per option.

In addition, for every two Loyalty Options exercised by a holder on or before 5.00pm (Melbourne time) on 30 April 2023 (**Early Exercise Date**), the holder will be entitled to receive one (1) "**Piggyback Option**" to the holder for nil consideration. To receive Piggyback Options, a person must be a registered holder of Loyalty Options with an address in Australia, New Zealand or a permitted foreign jurisdiction, and must exercise their Loyalty Options before the Early Exercise Date.

The Shareholder Offer opens on Monday, 7 November 2022, and closes at 5.00pm on Wednesday 30 November 2022 (unless extended).

Further information on to the terms of the Shareholder Offer can be found in the Company's prospectus, which was lodged with ASX on 28 October 2022 (**Prospectus**), and a copy of which accompanies this letter.

Participation in Shareholder Offer

The Shareholder Offer is being made to all shareholders of the Company who:

1. are named in its register of members at the Record Date; and
2. as at the Record Date, have a registered address in Australia or New Zealand (or any jurisdiction that the Company determines, in its sole discretion, it is reasonable to make the offer of Loyalty Options having regard to applicable laws),

(Eligible Shareholders).

You have been deemed to be an Eligible Shareholder for the purposes of the Shareholder Offer.

The number of Loyalty Options for which you are entitled to apply under the Shareholder Offer (**Entitlement**) is shown on your personalised Entitlement and Acceptance Form which has been provided to you along with this letter and the Prospectus.

You can also access your Entitlement and Acceptance form, as well as a copy of the Prospectus, at www.investorserve.com.au, by logging into your account or using the individual investment access section.

If you have more than one registered holding of Shares, you will have separate Entitlements for each separate holding, and accordingly you will receive more than one personalised Entitlement and Acceptance Forms (with different Customer Reference Numbers) for each separate Shareholding. In addition, if you have one or more registered holdings of HYDO Options, you will also receive a separate personalised Entitlement and Acceptance Form (with a different Customer Reference Number) for each separate HYDO Option holding.

Please note that Eligible Shareholders are not permitted to subscribe for any Loyalty Options in excess of their Entitlement under the Shareholder Offer.

Further information

For further information about the Shareholder Offer, please contact the Lead Manager, Baker Young Limited, on +61 8 8236 8899 or via email at HydrixOffer@bakeryoung.com.au, or call the Company's share registry, Boardroom Pty Limited, on 1300 737 760 within Australia and +61 2 9290 9600 outside Australia.

On behalf of the Board, I thank you for your continued support of the Company, and look forward to your participation in the Shareholder Offer.

Yours sincerely



Gavin Coote
Executive Chairman



7 November 2022

NOT FOR DISTRIBUTION OR RELEASE IN THE UNITED STATES

Dear HYDO Optionholder,

Hydrix Limited – Loyalty Options Offer (HYDO Optionholder Offer)

On 28 October 2022, Hydrix Limited (ACN 060 369 048) (ASX:HYD) (**Hydrix** or **Company**) announced its intention to undertake the following offers:

1. **(Shareholder Offer)** a pro-rata non-renounceable entitlement offer to eligible shareholders of one (1) option to acquire one (1) fully paid ordinary Hydrix share (**Share**) at an exercise price of \$0.12 and an expiry date of 5:00pm (Melbourne time) on 31 December 2023 (**Loyalty Option**) for every eight (8) Shares held on the record date of 7.00pm (Melbourne time) on Wednesday 2 November 2022; and
2. **(HYDO Optionholder Offer)** an offer to eligible HYDO optionholders (**HYDO Optionholders**) of one (1) Loyalty Option for every one (1) HYDO Option held as at 4.59pm (Melbourne time) on 31 July 2022,

(Loyalty Options Offer).

The offer of Loyalty Options is intended to reward loyal security holders who have supported Hydrix, by giving them an opportunity to participate in Hydrix's growth strategy to become a globally diversified med-tech company, whilst simultaneously assisting Hydrix with funding its growth objectives during 2022 and 2023.

Based on the Company's total issued share capital at the date of this letter, the Company will issue an aggregate of 50,464,726 Loyalty Options under the Loyalty Options Offer, to raise approximately \$252,000 (before costs).

The Loyalty Options Offer is fully underwritten by Baker Young Limited, which means that upon completion of the Offer, the Company will (subject to the terms of the underwriting agreement) raise the full offer amount of approximately \$252,000 (before costs).

Details of HYDO Optionholder Offer

You are receiving this letter because you are eligible to participate in the HYDO Optionholder Offer component of the Loyalty Options Offer.

Under the HYDO Optionholder Offer, eligible HYDO Optionholders will be able to subscribe for 1 Loyalty Option for every 1 HYDO option held as at 4.59pm (Melbourne time) on 31 July 2022. The Loyalty Options have an issue price of \$0.005 per option.

In addition, for every two Loyalty Options exercised by a holder on or before 5.00pm (Melbourne time) on 30 April 2023 (**Early Exercise Date**), the holder will be entitled to receive one (1) "**Piggyback Option**" to the holder for nil consideration. To receive Piggyback Options, a person must be a registered holder of Loyalty Options with an address in Australia, New Zealand or a permitted foreign jurisdiction, and must exercise their Loyalty Options before the Early Exercise Date.

The issue of Loyalty Options offered under the HYDO Optionholder Offer is subject to shareholder approvals under ASX Listing Rules 7.1 or 10.11 (as applicable), which the Company intends to seek at its upcoming Annual General Meeting on 30 November 2022.

The HYDO Optionholder Offer opens on Monday, 7 November 2022, and closes at 5.00pm on Wednesday 30 November 2022 (unless extended).

Further information on to the terms of the HYDO Optionholder Offer can be found in the Company's prospectus, which was lodged with ASX on 28 October 2022 (**Prospectus**), and a copy of which accompanies this letter.

Participation in HYDO Optionholder Offer

The HYDO Optionholder Offer is being made to all registered holders of HYDO Options on the record date of 4.59pm (AEST) on 31 July 2022, with a registered address in Australia or New Zealand (**Eligible HYDO Optionholders**).

You have been deemed to be an Eligible HYDO Optionholder for the purposes of the HYDO Optionholder Offer.

The number of Loyalty Options for which you are entitled to apply under the HYDO Optionholder Offer (**Entitlement**) is shown on your personalised Entitlement and Acceptance Form which has been provided to you along with this letter and the Prospectus.

You can also access your Entitlement and Acceptance form, as well as a copy of the Prospectus, at www.investorserve.com.au, by logging into your account or using the individual investment access section.

If you have more than one registered holding of HYDO Options, you will have separate Entitlements for each separate holding, and accordingly you will receive more than one personalised Entitlement and Acceptance Forms (with different Customer Reference Numbers) for each separate HYDO Option holding. In addition, if you have one or more registered holdings of Shares, you will also receive a separate personalised Entitlement and Acceptance Form (with a different Customer Reference Number) for each separate Shareholding.

Please note that Eligible HYDO Optionholders are not permitted to subscribe for any Loyalty Options in excess of their Entitlement under the HYDO Optionholder Offer.

Further information

For further information about the HYDO Optionholder Offer, please contact the Lead Manager, Baker Young Limited, on +61 8 8236 8899 or via email at HydrixOffer@bakeryoung.com.au, or call the Company's share registry, Boardroom Pty Limited, on 1300 737 760 within Australia and +61 2 9290 9600 outside Australia.

On behalf of the Board, I thank you for your continued support of the Company, and look forward to your participation in the HYDO Optionholder Offer.

Yours sincerely



Gavin Coote
Executive Chairman