

11 November 2014



Dear Option Holder

Non-Renounceable Rights Issue of Shares

On 14 August 2014, the directors of Vector Resources Limited (**Company**) announced a one (1) for three (3) pro rata non-renounceable rights issue (**Rights Issue**) to shareholders.

The Rights Issue will be offered to existing eligible shareholders on the basis of one new share (**New Shares**) for every three shares held at the record date, at an issue price of \$0.002 per share, to raise up to approximately \$202,035 before costs.

The Company is making the Offer available to eligible shareholders, being persons who are registered as shareholders of the Company on the Record Date and have a registered address in Australia or New Zealand.

Based on the Company's current issued capital the Rights Issue will result in up to 101,017,875 New Shares being issued, increasing the total issued share capital on completion of the Rights Issue, assuming it is fully subscribed, to 404,071,500 shares.

The Company has set 7.00pm AEDT on 18 November 2014 as the Record Date for the purpose of determining shareholders entitled to participate in the Rights Issue.

Under the terms of the options you currently hold, there is no entitlement to participate in the Rights Issue, unless you convert your options and are entered onto the register as a shareholder on or before the Record Date.

If you wish to participate in the Rights Issue, it will be necessary for you to exercise all or part of your options, and the shares issued on the exercise of those options must have been allotted to you before the Record Date. If you wish to do so, you should complete a Notice of Exercise of Options and lodge that notice with the Company, together with your payment for the number of shares you wish to take up on or before the Record Date of 18 November 2014.

If you wish to clarify any taxation consequences relating to the exercise of your options, please consult with your professional advisers.

If you do not wish to participate in the Rights Issue in respect of your options, you do not need to take any action.

If you require further information please contact the company on (08) 6188 7800 during normal business hours.

Yours faithfully

A handwritten signature in black ink, appearing to be "N J Bassett", written over a horizontal line.

N J Bassett
Company Secretary