

13 November 2014



Dear Shareholder

## PRO-RATA NON-RENOUCEABLE RIGHTS ISSUE

We are writing to you as a registered holder of shares in Vector Resources Limited (**Company**).

As announced to ASX on 14 August 2014, the Company is undertaking a pro rata non-renounceable offer of ordinary fully paid shares to eligible shareholders. The offer is on the basis of one (1) new share (**New Share**) for every three (3) shares held by eligible shareholders of the Company as at 7.00pm AEDT on 18 November 2014 (**Record Date**) at an issue price of \$0.002 per Share, to raise approximately \$202,035 (**Offer**).

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. In calculating entitlements under the Offer, fractions will be rounded down to the nearest whole number. Shareholders who, at the Record Date, do not have an address registered in either Australia or New Zealand will not be eligible to participate in the Offer.

New Shares issued pursuant to the Offer will rank equally to existing ordinary shares currently on issue. The Company has applied for official quotation of the New Shares.

An Offer Document in relation to the Offer has been lodged with ASX setting out the timetable for the Offer, as shown below. A copy of the Offer Document is available on the ASX website at [www.asx.com.au](http://www.asx.com.au) (ASX code: VEC) and on the Company's website at [www.vectorresources.com.au](http://www.vectorresources.com.au).

## Underwriting and Use of Proceeds

The Offer is fully underwritten by CPS Capital Group Pty Ltd. Proceeds from the Offer will be applied towards the ongoing review of investment opportunities, additional working capital and the costs of the Offer. The cash costs of the Offer will be approximately \$32,000 (assuming full subscription).

## Capital Structure

The capital structure of the Company following completion of the Offer is summarised below:

Shares	Number
Shares on issue at date of the Offer	303,053,625
New Shares offered under the Offer <sup>2</sup>	101,017,875
<b>Total Shares on issue at completion of the Offer<sup>1</sup></b>	<b>404,071,500</b>

Options	Number
Options currently on issue at date of the Offer	<b>162,107,260</b>
Listed Options exercisable at \$0.25 on or before 30 January 2015	150,107,260
Unlisted Options exercisable at \$0.20 on or before 20 December 2014	8,000,000
Unlisted Options exercisable at \$0.40 on or before 20 December 2015	4,000,000
Options offered under the Offer	Nil
<b>Total Options on issue at completion of the Offer</b>	<b>162,107,260</b>

**Notes:**

1. The number of Shares on issue assumes that no Options currently on issue are exercised prior to the Record Date.
2. The number of New Shares issued assumes that the Offer is fully subscribed and that no Options currently on issue are exercised prior to the Record Date.

**Timetable**

The Offer is proposed to be conducted according to the following timetable:

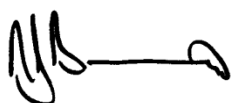
Event	Date
Release of Offer Document, Appendix 3B & Section 708AA Notice to ASX	12 November 2014
Notice sent to Shareholders	13 November 2014
"Ex" Date (date from which Shares commence trading without the entitlement to participate in the Offer)	14 November 2014
Record Date 7.00pm (AEDT) (date for determining Entitlements of Eligible Shareholders to participate in the Offer)	18 November 2014
Offer Document dispatched to Eligible Shareholders	21 November 2014
Offer Opening Date	21 November 2014
Last date to extend the Offer Closing Date	27 November 2014
Offer Closing Date 5.00pm (AEDT)	2 December 2014
Securities quoted on a deferred settlement basis	3 December 2014
ASX notified of under subscriptions	5 December 2014
Issue date	9 December 2014
Dispatch of Holding Statements	9 December 2014
Issue of New Shares to Underwriter	9 December 2014

**Note:** All of the abovementioned dates are indicative only and may be subject to change. The Company reserves the right, in conjunction with the Underwriter, to amend this timetable including, subject to the Corporations Act 2001 and the ASX Listing Rules, to extend the closing date.

As soon as practicable following the Record Date, the Company will dispatch an Offer Document together with a personalised Entitlement and Acceptance Form to eligible shareholders. If you are eligible and wish to participate in the Offer, you will need to complete this personalised Entitlement and Acceptance Form and return it with the appropriate application monies to the Company's share registry before 5.00pm (AEDT) on the anticipated closing date of 2 December 2014.

The Offer Document includes details of the Offer and the risks associated with investing in the Company. It is recommended that you read the Offer Document carefully and, if you are interested in participating in the Offer, seek independent professional advice.

For further information please contact the Company on (08) 6188 7800 during normal business hours.



Neville Bassett  
**Company Secretary**