

ACN 108 753 608 ♦ ABN 86 108 753 608

13 October 2022

Dear Option Holder

## PRO-RATA NON-RENOUCEABLE ENTITLEMENTS OFFER – NO OFFER TO OPTION HOLDERS

As announced on 13 October 2022, Yandal Resources Limited ("**Company**") (ASX:YRL) has lodged a Prospectus with ASIC and ASX ("**Prospectus**"), for a pro-rata non-renounceable entitlement offer seeking to raise up to approximately \$2,705,046 through the issue of 22,542,049 New Shares on the basis of 1 New Share for every 5.15 Shares held at an issue price of 12 cents per New Share and up to approximately 11,271,025 free attaching New Options on the basis of 1 free attaching New Option for every 2 New Shares issued, with each New Option having an exercise price of 24 cents and an expiry date of 31 October 2024 ("**Offer**").

The funds raised under the Offer will be used for accelerated exploration on the Company's Projects, as additional working capital and to meet Offer expenses.

The Offer is made pursuant to the Prospectus. MST Financial Services Pty Ltd has been engaged by the Company as Lead Manager to the Offer and has agreed to partially underwrite the Offer to an amount of \$1,533,066. Please refer to the Prospectus for further details of the Offer.

The timetable for the Offer, as outlined in the Prospectus, is as follows:

Prospectus lodged with ASIC and ASX	13 October 2022
"Ex" date	17 October 2022
Record Date to identify Shareholders entitled to participate in the Offer (7:00pm AEDT)	18 October 2022
Send Prospectus and Entitlement and Acceptance Forms to Eligible Shareholders/ <b>Opening Date</b>	21 October 2022
Last day to extend the Closing Date	1 November 2022
<b>Closing Date</b> (5:00pm AEDT)	4 November 2022
Securities quoted on a deferred settlement basis and ASX and Underwriter notified of undersubscriptions	7 November 2022
Announce results of Offer	8 November 2022
Issue date/Apply for quotation of New Shares/deferred settlement trading ends	11 November 2022
New Shares commence normal trading on ASX	14 November 2022

Subject to the Listing Rules, the above dates may be changed without notice.

Assuming that no Options are exercised before the Record Date, the effect of the Offer on the Company's issued share capital at Full Subscription is shown in the following table:

<b>Shares</b>	<b>Full Subscription (\$2,705,046)</b>
Existing Shares	116,091,553
Shares to be issued under the Placement (refer to ASX announcement of 13 October 2022)	19,166,667
New Shares issued under Offer	22,542,049
<b>Total Shares on completion of the Offer and Placement</b>	<b>157,800,269</b>

<b>Options</b>	<b>Full Subscription</b>
Existing Options (exercise price 65 cents and expiry date 31 December 2022)	5,349,695
Existing Options (exercise price 50 cents and expiry date 4 April 2025)	1,300,000
Existing Options (exercise price \$1.00 and expiry date of 4 April 2026)	1,300,000
Existing Options (exercise price \$0.30 and expiry date 1 September 2025)	1,000,000
New Options issued under Offer (exercise price 24 cents and expiry date 31 October 2024)	11,271,025
New Options to be issued under the Placement	9,583,333
New Options issued to MST Financial Services Pty Ltd	2,000,000
<b>Total Options</b>	<b>31,804,053</b>

The Company also has 1,500,000 Performance Rights on issue, which in the event of conversion, convert into Shares on the basis of one Share for each one Performance Right.


### Option holders

Option holders are not entitled to participate in the Offer. Should option holders wish to participate in the Offer they should exercise their options in accordance with the terms of the options in a timely manner and in any event to ensure the exercise of the options and the issue of the shares is completed by the Record Date pursuant to the timetable under the Offer.

If you do not wish to participate in the Offer, no action is required.

If you have any questions please do not hesitate to contact the Company.

Yours faithfully



**Tim Kennedy**  
**Managing Director**  
**Yandal Resources Limited**