

14 November 2024

Dear Shareholder

Notice to Eligible Shareholders of Non-Renounceable Entitlement Offer

We write to you as the registered holder of fully paid ordinary shares in Megado Minerals Limited (ASX:MEG) (**Company**) (**Shares**) as at 5.00pm (AWST) on 11 November 2024 (**Record Date**).

Pursuant to the prospectus lodged with ASX and ASIC on 5 November 2024 (**Prospectus**), the Company is undertaking a non-renounceable pro-rata entitlement issue of 1 New Share for every 2 existing Shares held by Eligible Shareholders on the Record Date, at an issue price of \$0.012 per New Share to raise up to \$1.527 million (before costs) (**Entitlement Offer**) along with the Shortfall Offer described in the Prospectus (together, the **Offers**).

Capitalised terms used, but not defined in this letter, have the meaning ascribed to them in the Prospectus.

How to access the Entitlement Offer

1. ONLINE - The Prospectus and personalised Application Form can be accessed via the offer website: www.computersharecas.com.au/meg
2. PAPER - Request a paper copy of the Prospectus and the personalised Application Form by contacting the Company Secretary at info@megadominerals.com

Key Features of the Entitlement Offer

The Entitlement Offer is made to Eligible Shareholders only. Eligible Shareholders are those Shareholders who:

- are the registered holder of Shares on the Record Date; and
- have a registered address in Australia, or subject to the offer restrictions in Section 2.16 of the Prospectus, New Zealand and Spain.

Please note that Shares will be quoted on an 'ex' basis from 8 November 2024 and, therefore, any Shares acquired on or after this date will not be entitled to participate in the Entitlement Offer.

The Entitlement Offer is non-renounceable, meaning that Eligible Shareholders will not be able to transfer their Entitlements pursuant to the Entitlement Offer and, if they do not take up their Entitlements pursuant to the Entitlement Offer, their holdings will be diluted.

All the Shares issued pursuant to the Entitlement Offer will rank equally with the existing Shares on issue in the Company from the date of allotment. Further details regarding the rights and liabilities attaching to the New Shares is contained in the Prospectus.

Purpose of the Offers

Proceeds from the Offers are intended to be primarily applied towards:

- subject to Completion, exploration at the Iberian Copper Project;
- subject to Completion, reimbursement of expenses incurred by the Vendors at the Iberian Copper Project;
- progressing the Company's Canadian lithium projects; and
- general working capital and the costs of the Offers.

In the event that Completion does not occur, the Company's intention as at the date of the Prospectus is to apply the funds raised under the Offers to its Canadian lithium projects, working capital, and identifying and assessing new acquisitions in the mineral resource sector in approximately equal proportions.

Further details in respect of the Company's intended use of funds are set out in the Prospectus.



The above is a statement of current intentions at the date of the Prospectus. Intervening events and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way the funds are applied on this basis.

Prospectus

Details of the Offers are contained in the Prospectus. The Prospectus can be accessed from the ASX and Company websites, www.asx.com.au and megadominerals.com/investor-centre/ respectively.

It is important that you read the Prospectus carefully before deciding whether to participate in the Entitlement Offer, and seek advice from your suitably qualified professional adviser if you have any queries. This notice is to inform you of the Entitlement Offer. You are not required to do anything in respect to this letter.

Indicative Offer Timetable

An indicative timetable for the Offers is below:

Event	Date
Lodgement of Appendix 3B with ASX	Post-market Tuesday, 5 November 2024
Lodgement of Prospectus with ASIC and ASX	Post-market Tuesday, 5 November 2024
Shares quoted on an "EX" basis	Friday, 8 November 2024
Record Date for determining Entitlements under the Entitlement Offer	Monday, 11 November 2024
Prospectus and Application Forms made available to Eligible Shareholders Opening date of the Offers	Thursday, 14 November 2024
Last day to extend the Closing Date of the Offers (other than the Shortfall Offer)	Friday, 22 November 2024
Closing Date of the Entitlement Offer (5.00pm AWST)	Wednesday, 27 November 2024
Unless otherwise determined by ASX, New Shares quoted on a deferred settlement basis from market open	Thursday, 28 November 2024
Announcement of results of the Entitlement Offer Issue date of New Shares under the Entitlement Offer Company lodges an Appendix 2A with ASX applying for quotation of the New Shares	Wednesday, 4 December 2024
Anticipated date for commencement of New Shares issued under the Entitlement Offer trading on a normal settlement basis	Thursday, 5 December 2024
Issue of Shortfall Shares under Shortfall Offer (if any)	By no later than Thursday, 27 February 2025

* All dates (other than the events described as occurring today) are indicative only. The Directors may extend the Closing Date in respect of the Entitlement Offer by giving at least 3 business days' notice to ASX prior to the Closing Date. As such, the date the securities to be issued under the Entitlement Offer are expected to commence trading on ASX may vary.

For all enquiries concerning the Offers, please contact the Company by telephone on +61 8 6141 3260 or email at info@megadominerals.com. You should also consult your stockbroker, solicitor, accountant or other suitably qualified professional adviser to evaluate whether or not to participate in the Entitlement Offer.

Yours faithfully



Anthony Hall
Executive Chair
Megado Minerals Limited