



2 March 2017

## OPTION EXPIRY

Dear Option Holder,

Krakatoa Resources Limited (Company) provides notice that the final date for exercising the Company's \$0.20, 31 March 2017 listed options is 5:00pm WST on 31 March 2017 (Options). The exercise price is \$0.20 (twenty cents) per Option. Option holders will be issued with one new fully paid ordinary share in the Company for each Option exercised.

Options not exercised by 5:00pm WST 31 March 2017 will expire. Quotation of the Options will cease at the close of trading on Monday, 27 March 2017, should the Company recommence trading on the ASX by this date. Failure to exercise your Options will result in the forfeiture of any rights that the Option holder may have in relation to the ordinary shares.

To convert your Options to ordinary shares (Option Exercise) please complete the Option Exercise form attached and forward with your payment to:

By post:

Krakatoa Resources Limited  
GPO Box 2517  
PERTH WA 6831

Or deliver to:

Krakatoa Resources Limited  
Level 11, 216 St Georges Terrace  
Perth WA 6000

Cheques should be made payable to Krakatoa Resources Limited. Receipt for payment will not be forwarded.

Krakatoa Resources Limited is currently suspended from quotation on the ASX, with the suspension being effective from 8 September 2016. As such, the ordinary shares in Krakatoa Resources Limited during the three month preceding this notice have not traded.

The latest available market sale price on the ASX before the date of this notice was \$0.21 on 1 September 2016 with the Company subsequently completing placements at \$0.15 over the period September to December 2016.

If you wish to clarify any taxation consequences relating to the exercise of Options, please consult your solicitor, accountant or professional advisor.

Yours sincerely,

Colin Locke  
Executive Chairman

**Registered office:**

Level 11, London House, 216 St Georges Terrace, Perth, W.A. 6000

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