

13 July 2017

Dear Option holder

EXPIRY OF LISTED OPTIONS (ASX: TYXOA)

This letter is to notify you of the impending expiry of your TYXOA Options (**Options**) in Tyranna Resources Limited (**ASX: TYX**) at 5:00pm WST on Thursday 24 August 2017 (**Expiry Date**).

The number of Options you hold is included in the enclosed option exercise notification.

In accordance with ASX Listing Rules, Tyranna Resources Limited provides you with the following information:

- (a) each Option entitles you to apply for one fully paid ordinary share in the capital of Tyranna Resources Limited;
- (b) the exercise price payable to exercise your Options by the Expiry Date is \$0.04 per Option;
- (c) if you fail to exercise your Options prior to the Expiry Date, those Options will lapse and you shall have no further right or entitlement to those Options;
- (d) quotation of the Options on the Australian Securities Exchange (**ASX**) will end at close of trading on Friday, 18 August 2017;
- (e) the last available closing price of the listed shares in Tyranna Resources Limited prior to the date of this letter was \$0.019;
- (f) the last available closing price of the Options prior to the date of this letter was \$0.001;
- (g) the highest and lowest market sale price of Tyranna Resources Limited shares on ASX during the 3 months immediately preceding the date of this letter and the respective dates of those sales were:
 - Highest: \$0.029 on 12 April 2017;
 - Lowest: \$0.017 on 23 June 2017;
- (h) the highest and lowest market sale price of TYXOA Options on ASX during the 3 months immediately preceding the date of this letter and the respective dates of those sales were:
 - Highest: \$0.003 on 13 April 2017;
 - Lowest: \$0.001 on 22 May 2017;
- (i) you can exercise your Options in multiples of 5,000 Options unless you exercise all of the Options in your holding, prior to the Expiry Date by providing to the Company your completed written exercise notice specifying the number of Options being exercised (**Exercise Notice**) (as attached to this letter) and a payment of funds for the total exercise price for the number of Options being exercised. The Exercise Notice will only be effective when the Company has received the full amount of the exercise price.

Instructions regarding the methods of payment are included in the enclosed option exercise notification.

If you have any questions in relation to any of the above, please contact Yugi Gouw at 08 9485 1040

Yours faithfully

Yugi Gouw
Company Secretary

TYRANNA RESOURCES LIMITED

ACN 124 990 405

INCORPORATED IN WESTERN AUSTRALIA
APPLICATION FOR SHARES UPON EXERCISE OF OPTIONS

TYXOA

I/We _____

Securityholder Reference Number (S.R.N) / Holder Identification Number (H.I.N) _____

Contact Telephone Number _____

The registered holder(s) of the Options hereby exercise my/our Option for: _____
In figures _____ In words _____

Ordinary Fully Paid Shares and enclose application money of \$0.04 per share \$.....
(amount payable on exercise)

I/We whose full name(s) and address(es) appear above hereby apply for the number of Shares shown above. I/We agree to be bound by the Constitution of the Company.

Signature Of Option holder(s) (All joint holders must sign)	Companies Only - Executed in accordance with the Company's Constitution and the Corporations Law.
X----- Signature Date	X----- Sole Director and Sole Secretary Date
X----- Signature Date	X----- Director Date X----- Secretary Date
X----- Signature Date	X----- Director Date X----- Director Date

Note: If signed under Power of Attorney, a Certified Copy of the relevant Power of Attorney document must be exhibited to the Registry. The Attorney declares that he/she has had no notice of revocation of the Power of Attorney.

TERMS AND CONDITIONS

- Each Tyranna Option entitles the holder to subscribe for one (1) fully paid ordinary Share in Tyranna.
- The Tyranna Options are exercisable at 4 cents each at any time up to 5.00 pm Western Standard Time 24 August 2017
- Any Tyranna Option not exercised by their expiry date will automatically expire.
- Tyranna must give the optionholder a certificate or Holding Statement stating the:
 - number of Tyranna Options issued to the optionholder;
 - exercise price of the Tyranna Options; and
 - date of issue of the Tyranna Options.
- The Tyranna Options are transferable.
- Tyranna will apply to ASX for quotation of the Tyranna Options.
- Tyranna will apply to ASX for Official Quotation of the Shares issued on exercise of Tyranna Options.
- The optionholder is not entitled to participate in any issue to existing Tyranna Shareholders of securities in Tyranna unless they have exercised their Tyranna Options before the "record date" for determining entitlements to the issue of securities and participate as a result of holding Tyranna Shares. Tyranna must give the optionholder notice of the proposed terms of the issue or offer in accordance with ASX Listing Rules.
- The number and exercise price of the of the Tyranna options remains the same regardless if Tyranna makes a bonus issue of Tyranna Shares or other securities to Tyranna Shareholders .
- If there is a reorganisation (including consolidation, sub-division, reduction or return) of the share capital of Tyranna, then the rights of the optionholder (including the number of Tyranna Options to which the optionholder is entitled to and the exercise price) is changed to the extent necessary to comply with the ASX Listing Rules applying to a reorganisation of capital at the time of the reorganisation.
- Any calculations or adjustments which are required to be made will be made by Tyranna's board of Directors and will, in the absence of manifest error, be final and conclusive and binding on Tyranna and the optionholder.
- Tyranna must, within a reasonable period, give to the optionholder notice of any change to the exercise price of any Tyranna Options held by the optionholder or the number of Tyranna Shares which the optionholder is entitled to subscribe for on exercise of an Tyranna Option.
- To exercise Tyranna Options, the optionholder must give Tyranna:
 - a written exercise notice (in the form approved by the board of Tyranna from time to time) specifying the number of Tyranna Options being exercised and Tyranna Shares to be issued;
 - payment of the exercise price for the Tyranna Shares, the subject of the exercise notice, by way of bank cheque or by other means of payment approved by Tyranna; and
 - any certificate for the Tyranna Options.
- The optionholder may only exercise Tyranna Options in multiples of 5,000 Tyranna Options unless the optionholder exercises all Tyranna Options held by the optionholder.
- Tyranna Options will be deemed to have been exercised on the date the exercise notice is lodged with the Directors of Tyranna.
- If the optionholder exercises less than the total number of Tyranna Options registered in the optionholder's name:
 - the optionholder must surrender their option certificate (if any); and
 - Tyranna must cancel the option certificate (if any) and issue the optionholder a new option certificate or Holding Statement stating the remaining number of Tyranna Options held by the optionholder.
- Within 10 days after receiving an application for exercise of Tyranna Options and payment by the optionholder of the exercise price, Tyranna must issue the optionholder the number of Tyranna Shares specified in the application.
- Subject to Tyranna's Constitution, all Tyranna Shares issued on the exercise of Tyranna Options will rank in all respects (including rights relating to dividends) equally with the existing ordinary shares of Tyranna at the date of issue.
- These terms and the rights and obligations of the optionholder are governed by the laws of Western Australia. The optionholder irrevocably and unconditionally submits to the non-exclusive jurisdiction of the courts of Western Australia

Cheques should be made payable to **TYRANNA RESOURCES LIMITED** and crossed "Not Negotiable" and drawn on an Australian Bank and posted to Advanced Share Registry Ltd, PO Box 1156, Nedlands, Western Australia 6909.

NOTE: OPTIONS NOT EXERCISED BEFORE 24 AUGUST 2017 WILL AUTOMATICALLY EXPIRE.