



17 November 2017

Dear Shareholders,

Barra Resources Limited plans to raise \$1,000,000 by way of a Share Purchase Plan (SPP) to fund optimization of the recent Scoping Study findings relating to the Mount Thirsty Cobalt Project (Barra 50%) as well as exploration of gold targets at Phillips Find Mining Centre and the Burbanks Gold Project and for working capital purposes. To participate, all you need to do is own a Barra share as at the Record Date, being 16 November 2017. The SPP gives you, the shareholder, the right to participate for a fixed number of shares, regardless of how many shares you actually own.

Under the SPP you will have 4 options to choose from:

1. Purchase 44,444 shares at 4.5 cents for \$2,000
2. Purchase 111,111 shares at 4.5 cents for \$5,000
3. Purchase 222,222 shares at 4.5 cents for \$10,000
4. Purchase 333,333 shares at 4.5 cents for \$15,000

To participate in the raising, a minimum of 44,444 shares needs to be purchased. The maximum allowable is 333,333 shares. You may choose only one of the four options.

Terms and conditions of the SPP together with an application form with banking details are attached. The Closing Date for the SPP is 7 December 2017. However, the **Directors reserve the right to close the offer early** and as such we recommend that if you wish to participate, that you lodge your application form early.

The recently released Scoping Study on the Mt Thirsty Cobalt Project has provided joint venture partners Barra and Conico Limited with very strong position from which to build a viable operation while further optimising recoveries in the lead-up to any feasibility study. Further exploration and drilling at Burbanks and Phillips Find is also planned. The pricing of 4.5 cents per share is a 23% discount to the 5 day volume weighted average price for Barra's shares. We believe, this pricing is highly attractive and gives the shareholders an excellent investment entry level and is made available to our shareholders to provide what the Directors believe is extremely good value to maintain exposure to the cobalt market and Barra's high quality gold portfolio.

Your directors fully intend to participate in the SPP by taking up their maximum entitlements.

Please read the SPP terms and conditions carefully before making a decision as to whether to invest and consult your stockbroker or professional adviser if you have any queries.

We look forward to applying funds from the SPP towards our activities that will return shareholder value.

Yours sincerely

A handwritten signature in black ink, appearing to read 'G. Berrell', with a stylized flourish at the end.

**GARY BERRELL**  
Chairman