



7 December 2017

Dear Shareholder

**Loyalty Options – Bonus Issue**

We write to you as the registered holder of shares in Actinogen Medical Limited (ASX: ACW) (**Company**) as at today's date whose registered address is outside of Australia and New Zealand.

As advised in the Company's ASX announcement dated 29 November 2017, the Company is making a pro rata bonus issue to all eligible shareholders of two free Loyalty Options for every fifteen fully paid ordinary shares held at 7pm (AET) on the record date of 7 December 2017 (**Record Date**), each exercisable at \$0.06 on or before 31 March 2019.

The Bonus Issue is available to all Company shareholders registered on the Record Date with a registered address in Australia or New Zealand (**Eligible Shareholders**). The Bonus Issue is not being extended to any Company shareholders whose registered address is outside Australia or New Zealand (unless the Company is satisfied that it is not precluded from lawfully issuing Loyalty Options to that Shareholder either unconditionally or after compliance with conditions which the Directors in their sole discretion regard as acceptable and not unduly onerous) (**Ineligible Shareholders**).

The Company has determined that it would be unreasonable to extend the Bonus Issue to Ineligible Shareholders having regard to the number of such shareholders, the number and value of securities the Ineligible Shareholders would be offered and the cost of complying with the legal and regulatory requirements in the relevant jurisdictions.

This letter is to inform you that you are not an Eligible Shareholder for the purposes of the Bonus Issue and consequently the Bonus Issue will not extend to you and you will not be issued Loyalty Options under the Bonus Issue. You are not required to do anything in respect of this letter.

For your information only, details of the Bonus Issue are contained in the prospectus lodged with ASIC and ASX on 1 December 2017, which is available on the Company's website ([www.actinogen.com.au](http://www.actinogen.com.au)) and the ASX company announcements platform ([www.asx.com.au](http://www.asx.com.au)).

On behalf of the Board, we thank you for your continued support as a shareholder of the Company.

Yours sincerely

A handwritten signature in black ink, appearing to read "Peter Webse", is written over a faint, light blue circular stamp.

Peter Webse  
**Company Secretary**