

15 May 2018

Dear Shareholder

PRO-RATA NON-RENOUNCEABLE ENTITLEMENT ISSUE

On 11 May 2018, Wangle Technologies Limited (ACN 096 870 978) (**Company**) lodged a prospectus with ASIC (**Prospectus**) for a pro rata non-renounceable entitlement issue at a ratio of one (1) fully paid ordinary share (**Share**) for every one (1) Share held at an issue price of \$0.003 per Share, together with one (1) free attaching option to acquire a Share for every one (1) Share subscribed for and issued (**New Option**), to raise up to approximately \$3,301,333 (based on the number of Shares on issue as at the date of the Prospectus) (**Entitlement Offer**).

The Prospectus also contains an offer of 100,000 options to acquire Shares (**Options**) at an issue price of \$0.01 to raise up to \$1,000 (**Cleansing Offer**).

The Company intends to apply the funds raised from the Entitlement Offer after expenses towards maintaining the Company's existing business, ongoing development of technology, marketing of Wangle technology, repayment of debt and general working capital. This is a statement of the Board's current intentions as at the date of the Prospectus. However, the Board reserves the right to alter the way the funds are applied.

The Company has engaged CPS Capital Group Pty Ltd to act as lead manager of the Offer (**Lead Manager**). The Company has agreed to pay the Lead Manager (or its nominee) a management fee of 2% of the total amount raised under the Entitlement Offer, a placement fee of 6% of the funds raised by the placement of any shortfall, except in respect of subscribers introduced by the Company and details of which have been provided to the Lead Manager by the Company (all fees excluding GST) and to issue the Lead Manager (or its nominee) up to 20,000,000 Shares with the quantity issued based on a pro rata level of the funds raised under the Entitlement Offer.

Shares subscribed for and issued under the Entitlement Offer will rank equally with all Shares already on issue. New Options issued under the Entitlement Offer will be exercisable at \$0.01 on or before 30 June 2021 and will otherwise be on the terms and conditions set out in the Prospectus.

Following completion of the Offers (including the issue of the maximum number of Shares to the Lead Manager, assuming full subscription and no Options are exercised or Performance Shares converted prior to the Record Date), the Company will have issued 1,120,444,168 Shares, 1,100,444,168 New Options and 100,000 Options resulting in total Shares on issue being 2,220,888,336, total Options on issue being 1,269,579,035 and total Performance Shares remaining 50,000,000.

Ineligible shareholders

The Entitlement Offer is being made to all shareholders of the Company named on its register of members at 5:00pm (WST) on 17 May 2018, whose registered address is in Australia or New Zealand (**Eligible Shareholders**).

As you are a shareholder of the Company who has a registered address outside Australia and New Zealand (**Ineligible Shareholder**) will not be eligible to participate in the Entitlement Offer and you will not be sent a copy of the Prospectus or a personalised Entitlement and Acceptance Form. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia and New Zealand compared with the small number of Ineligible Shareholders and the number and value of Shares and New Options to which they would otherwise be entitled.

If you have any queries concerning the Entitlement Offer, please contact your financial adviser or Loren King, the Company Secretary, on +61 8 6489 1600.

Yours sincerely



Sean Smith
Managing Director