

30 May 2018

MR SAM SAMPLE  
SAMPLE ROAD  
ST ALBANS  
HERTFORDSHIRE AL1 5NG  
UNITED KINGDOM

Dear Shareholder

### **ENSURANCE LIMITED – PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE**

As announced on 28 May 2018, Ensurance Limited (ACN 148 142 634) (**Ensurance**) is undertaking a non-renounceable rights issue at a ratio of one (1) Share for every one (1) Share held (**Rights Issue or Offer**) of up to 173,113,862 fully paid ordinary shares (**New Shares**) to raise approximately \$6,924,554. The price of New Shares under the Offer is \$0.04 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC on 28 May 2018.

The Offer is fully underwritten by Patersons Securities Limited and Transocean Securities Pty Ltd (**Underwriters**). Pursuant to the Underwriting Agreement, the Company has agreed to pay the Underwriters an issue management fee of 1.5% of the total gross amount raised under the Offer and an underwriting fee of 6% of the total amount underwritten.

The Company intends to apply the funds raised from the Offer towards:

	<b>Proceeds of the Offer</b>	<b>Full Subscription (\$)</b>	<b>%</b>
1.	Expansion of the business in the United Kingdom	2,568,125	37
2.	Retirement of short term debt	2,564,000	37
3.	Expenses of the Offer	635,594	9
4.	Restructuring cost	865,000	12
5.	Working capital	291,835	5
	<b>Total</b>	<b>6,924,554</b>	<b>100</b>

Following completion of the Offer, the Company will have issued 173,113,862 New Shares resulting in total Shares on issue of 346,227,724.

### **Ineligible shareholders**

A Shareholder who has a registered address outside Australia and New Zealand (**Ineligible Shareholder**) will not be eligible to participate in the Offer.

You are not eligible to participate in the Offer and you will not be sent a copy of the Prospectus. 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 New Shares to which they would otherwise be entitled.

If you have any queries concerning the Rights Issue, please contact your financial adviser or Sam Hallab, Company Secretary, on +61 2 9806 2000.

Yours sincerely

**Sam Hallab**  
**Company Secretary**