



23 November 2018

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Dear Shareholder

Ikwezi Mining Limited – pro-rata renounceable rights issue

As announced on 21 November 2018 Ikwezi Mining Limited (ARBN 151 258 221) (**Company** or **Ikwezi**) is undertaking a three (3) for one (1) pro rata renounceable rights issue (**Rights Issue** or **Offer**) of approximately 3,048,750,000 fully paid ordinary shares (**New Shares**) to raise approximately \$6,097,500. The price of New Shares under the Offer is \$0.002 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 21 November 2018.

The Offer is fully underwritten by Finevest Investments Limited (a company registered in United Arab Emirates with registration number 205841) (**Underwriter**). The Company must pay the Underwriter an underwriting fee of \$30,000. The Company must also reimburse the Underwriter up to \$5,000 for costs incurred incidental to the Offer.

The funds raised from the Offer are planned to be used towards establishment of opencast mining operations and related infrastructure, corporate and mine overheads, repayment of short term loans, expenses of the Offer and other general working capital requirements.

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5:00 pm (WST) on 27 November 2018, whose registered address is in Australia, New Zealand, Bermuda, the Cayman Islands or the Turks and Caicos Islands.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer, the Company will have issued approximately 3,048,750,000 New Shares resulting in total Shares on issue of approximately 4,065,000,000.

A copy of the Prospectus is available on ASX's and Ikwezi's website. Eligible Shareholders will be mailed a Prospectus together with an Entitlement and Acceptance Form no later than 29 November 2018. Your entitlement will be set out on the personalised Entitlement and Acceptance Form accompanying the Prospectus.

For the purposes of calculating each Eligible Shareholders' entitlement, fractions of entitlements have been rounded up to the nearest whole number of New Shares.

Actions required of Eligible Shareholders

There are a number of actions Eligible Shareholders may take:

- You may take up all or some of your rights to subscribe for New Shares pursuant to the Prospectus (**Entitlements**). To take up all or some of your Entitlements you will need to ensure your application money for the Entitlements you wish to take up is received by Computershare Investor Services Pty Limited (**Share Registry**) by no later than 5 pm WST on 10 December 2018, by either completing and returning your Entitlement and Acceptance Form together with your application money or making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form.
- You may seek to sell all or some of your Entitlements on ASX. You can seek to sell your Entitlements on ASX from 26 November 2018 until the close of market on 3 December 2018. To sell any of your Entitlements you need to contact your broker as soon as possible.
- You may transfer all or some of your Entitlements to another person other than on ASX. To transfer all or some of your Entitlements you will either need to contact your CHESS Controlling Participant (usually your broker) and follow their instructions or complete a renunciation and transfer form (which can be obtained from Share Registry) and return it, together with the purchaser's cheque for the Entitlements they wish to take up so that it is received by the Share Registry by no later than 5.00 pm (WST) on 10 December 2018.
- You may do nothing. If you choose to do nothing with your Entitlements, while you will continue to hold the same number of Shares, your interest in the Company will be diluted and you will receive no value for your Entitlement.

Key dates for the Offer

Event	Proposed Date
Prospectus and Appendix 3B lodged with ASX	21 November 2018
Notice of Rights Issue sent to security holders	23 November 2018
Existing shares quoted on an 'ex' basis Rights start trading	26 November 2018
Record date	27 November 2018
Rights Issue Documents sent to Eligible Shareholders Offer Period Opens	29 November 2018
Rights stop trading	3 December 2018
Offer Period Closes	10 December 2018
Notification of under-subscriptions to ASX (if any)	12 December 2018
Shares Issued Holding statements sent to Eligible Shareholders	14 December 2018

If you have any queries concerning the Rights Issue, or the action you are required to take to subscribe for New Shares, please contact your financial adviser or Alexander Neuling, Ikwezi's Company Secretary, on +61 8 6153 1861.

Yours sincerely



David Pile

Chairman
IKWEZI MINING LIMITED