

ASX ANNOUNCEMENT / MEDIA RELEASE

ASX: PRX

5 December 2018

Important Reminder: Non-renounceable Rights Issue Closing Soon

Dear Shareholder,

As you are aware, Prodigy Gold NL (“Prodigy Gold” or “Company”) advised that it would be undertaking a 1 for 4 non-renounceable pro rata rights issue (Rights Issue) of ordinary shares (refer ASX announcement 16 November 2018). The Rights Issue closes at 5:00pm on Monday, 10 December 2018.

The Company has distributed copies of the offer document dated 16 November 2018, together with the required application form to all eligible shareholders.

Your rights entitle you to buy new shares in Prodigy Gold at 8.2c per share, and the purchase price paid may be eligible for a JMEI Credit[†] of up to 30% of every \$1 spent.

Funds raised will support gold exploration on Prodigy Gold’s 100% owned projects in the Tanami hunting for the next Callie and maintain its 30% interest in 9,600m of RC drilling to test up to 39 EM conductors¹ already defined on the Lake Mackay gold and base metal JV with IGO.

The Board wishes to thank you for your continued support and looks forward to your involvement in the offer.

If you wish to accept all or part of your rights and acquire additional Shortfall Shares under the Offer, you need to either:

- Complete your Entitlement and Acceptance Application Form and return to the Registrar before the deadline
- Make the payment using BPAY®

Your application, together with the total amount payable on application, must be received by Security Transfer Registrar not later than 5.00pm (WST time) on Monday 10 December 2018.

Applicants should be aware of their financial institution’s cut-off times to ensure payment is received by the registry by the Closing Date and time.

Questions

Further details about the Rights Issue, including how eligible shareholders may apply for their entitlement and apply for additional new shares under the shortfall facility, are set out in the offer

¹ ASX Announcement 25 October 2018

document, which can be found on the ASX Website and on Prodigy Gold's website (<http://www.prodigygold.com.au/investors/asx-announcements/>).

For any questions regarding the Entitlement and Acceptance Application Form, you can contact Security Transfer Registrar on 1300 992 916 or registrar@securitytransfer.com.au.

†JMEI Credits

Eligible shareholders participating in the Rights Issue may be eligible to receive Junior Minerals Exploration Incentive (**JMEI**) credits. Subject to the uptake of the Rights Issue, the maximum possible JMEI credit entitlement that could be available to shareholders is up to 30% of every \$1 spent. A participating shareholder's precise JMEI entitlement amount will be determined following the lodgement of Prodigy Gold's Annual Tax Return for the 2018/2019 Financial Year. Prodigy Gold has a total JMEI credit of \$1,576,603 available for distribution and only new shares issued during the 2018/2019 FY will be eligible for JMEI credits.

The actual number of JMEI credits to be received by each eligible shareholder for the 2018/19 FY will depend on a number of factors including but not limited to:

- the total number of Prodigy Gold shares issued during the 2018/19 FY
- the assessment of Prodigy Gold's tax rate for the FY (30% vs 27.5%)
- the actual amount of allowable exploration incurred during the JMEI eligibility period
- Prodigy Gold's tax losses for the JMEI eligibility period
- Prodigy Gold retaining its eligibility; and
- the individual shareholder's financial circumstances.

All eligible shareholders are encouraged to seek their own independent financial advice in regard to JMEI Credits before participating in the Rights Issue.

Signed

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

Matt Briggs
Managing Director

Note: The information in this document is general information only, does not constitute a securities recommendation or financial product advice, and has been prepared without taking account of the investment objectives, financial situation or needs of any particular investor. As well as publicly available information about Prodigy Gold NL, you should read the offer document and consider whether any investment is appropriate having regard to your objectives, financial situation or needs before acting on the information.