



23 May 2019

Dear Optionholder

Notice to Optionholders of Non-Renounceable Entitlement Offer

We write to you as the registered holder of options in Crusader Resources Limited (ASX: CAS) (**CAS** or the **Company**). As advised in the ASX announcement on 20 March 2019 and 23 May 2019, the Company is undertaking a non-renounceable pro-rata offer to eligible shareholders on the basis of two new Shares for every three Shares held at 5:00pm (WST) on Tuesday, 28 May 2019 (**Record Date**) at an issue price of \$0.01 per Share, with one Attaching Option (exercisable at \$0.02 each on or before 30 June 2022) for every three new Shares subscribed for (**Entitlement Offer**).

Pursuant to the Entitlement Offer, on the assumption that no options are exercised before the Record Date, the Company anticipates issuing up to approximately 411,247,201 Shares. In the event that all the Options are exercised before the Record Date, the Company anticipates issuing up to approximately 468,165,297 Shares.

The Entitlement Offer is available to all CAS shareholders (**Shareholders**) registered on the Record Date whose registered address is in Australia, New Zealand or the United Kingdom (**Eligible Shareholders**). The Entitlement Offer is not being extended to any Shareholders with addresses outside these jurisdictions.

A prospectus in relation to the Entitlement Offer was lodged with ASIC today and will be sent to Eligible Shareholders on 31 May 2019.

Under the terms of the options you currently hold, there is no entitlement to participate in the Entitlement Offer unless you exercise your options, and are entered onto the register as a shareholder of the Company by 5pm (AWST) on the Record Date.

If you wish to participate in the Entitlement Offer, a notice of options exercise and payment of the options exercise price should be lodged with the Company's share registry, Security Transfer Australia Pty Ltd, with sufficient time to ensure that you are registered as a shareholder of the Company by the Record Date.

If you do not wish to participate in the Entitlement Offer, no action is required.

For all enquiries concerning the Prospectus, please contact Company Secretary Mr Andrew Beigel at Andrew.Beigel@crusaderresources.com. For all general shareholder enquiries, please contact Security Transfer Australia Pty Ltd on 1300 992 916 (within Australia) or +61 8 9315 0933 (outside Australia).

Yours sincerely

Andrew Richards
Executive Director