



Heron Resources Limited

4 October 2019

Dear Optionholder,

### **NON-RENOUCEABLE ENTITLEMENT OFFER – NOTIFICATION TO OPTIONHOLDERS**

On 4 October 2019, Heron Resources Limited (**Company**) announced a capital raising of approximately A\$35.4 million (before costs) through an accelerated non-renounceable entitlement offer of 0.7324 fully paid ordinary shares (**New Shares**) for every one (1) existing share to eligible shareholders held as at 5.00pm (AEDT) on 8 October 2019 (**Record Date**) (**Offer**).

#### **Details of the Offer**

Pursuant to the Offer, the Company will issue approximately 176,996,850 New Shares at an issue price of \$0.20 per New Share to raise approximately A\$35.4 million (before costs).

The New Shares will rank equally in all respects with the Company's existing shares. The Company will apply to the ASX for quotation of the New Shares.

A prospectus in relation to the Offer was lodged with the Australian Securities and Investments Commission (**ASIC**) and ASX on 4 October 2019 (**Prospectus**).

The Record Date for the purposes of determining security holders entitled to participate in the Offer is 5.00pm AEDT on 8 October 2019. The Prospectus will be despatched to all eligible shareholders on 11 October 2019.

#### **Optionholder participation in Offer**

The purpose of this letter is to give you notice that if you wish to participate in the Offer with respect to your options, you must exercise your options before the Record Date.

To ensure that your shares are allotted before the Record Date, your option exercise notice together with the correct monies must be received by the Company's share registry, Automic Pty Ltd, **no later than 5.00pm AEDT on 8 October 2019**. Any notice of exercise of option received after this date cannot be assured of allotment before the Record Date.

To obtain an option exercise notice, please contact the Company's share registry, Automic Pty Ltd, between 9.00am and 5.00pm (AEDT) on business days by calling 1300 288 664 (within Australia) or +61 2 9698 5414 (outside Australia).

Before deciding whether to exercise all or any of your options, you should consider the terms of the Offer carefully and if in any doubt, consult with your professional advisor.

If you do not wish to participate in the Offer (in respect of your options) you do not need to take any action.

Yours sincerely,

**Stephen Dennis**

**Chairman  
Heron Resources Limited**