

29 October 2019

Dear Shareholder

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

As announced on 23 October 2019, Ensurance Limited (ACN 148 142 634) (**Ensurance**) is undertaking a pro rata non-renounceable rights issue at a ratio of four (4) Shares for every five (5) Shares held (together with one (1) free attaching option for every four (4) Shares subscribed for and issued (**New Option**)) (**Rights Issue or Offer**) of up to 252,869,455 fully paid ordinary shares (**New Shares**) and 63,217,364 New Options to raise approximately \$3,793,041. The price of New Shares under the Offer is \$0.015 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC on 25 October 2019.

The Offer is fully underwritten by Blue Ocean Equities Pty Limited (**Underwriter**). Pursuant to the Underwriting Agreement, the Company has agreed to pay the Underwriter 6% of the total amount of underwritten securities at the Issue Price of \$0.015 per Share.

The Company intends on applying the funds raised from the Offer towards continued expansion of the Company's operations in the United Kingdom, furthering the growth of the Company's Terrorism and Sabotage Insurance product, investment in a new IT system for the Company's UK operations and expenses of the Offer and working capital.

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members 5:00pm (WST) on 31 October 2019, whose registered address is in Australia, New Zealand, the United Kingdom, Jersey and Switzerland.

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

Following completion of the Offer, the Company will have issued 252,869,455 New Shares resulting in total Shares on issue of 568,956,274 and 63,217,364 New Options, resulting in total Options on issue of 118,348,979.

A copy of the Prospectus is available on ASX's and the Company's website. Eligible Shareholders will be mailed a Prospectus together with an Entitlement and Acceptance Form no later than 4 November 2019. 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 down 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 wish to accept all of your rights to subscribe for New Shares pursuant to the Prospectus (**Entitlement**). 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 Investors Services Pty Ltd (**Share Registry**) by no later than 4:00pm (WST) on 29 November 2019, by completing and returning your Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the amount indicated on the Entitlement and Acceptance Form OR making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form.
- You may wish to accept all of your Entitlement and apply for New Shares additional Shares. To take up all of your Entitlement and apply for additional New Shares you will need to ensure your application money for your Entitlement and additional New Shares is received by the Share Registry by no later than 4:00pm (WST) on 29 November 2019, by completing and returning your Entitlement and Acceptance Form by filling in the number of additional New Shares you wish to apply for in the space provided on the Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the amount indicated on the Entitlement and Acceptance Form OR making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form (at \$0.015 per New Share).
- You may wish to accept part of your Entitlement. To take up part of your Entitlement you will need to ensure your application money for the Entitlements you wish to take up is received by the Share Registry by no later than 4:00pm (WST) on 29 November 2019, by completing and returning your Entitlement and Acceptance Form by filling in the number of New Shares you wish to accept in the space provided on the Entitlement and Acceptance Form together with your cheque, drawn on an Australian bank or bank draft made payable in Australian currency, for the amount indicated on the Entitlement and Acceptance Form OR making a payment by BPAY in accordance with the instructions on your Entitlement and Acceptance Form (at \$0.015 per New Share).
- 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 lodged with ASIC	Friday, 25 October 2019
Prospectus and Appendix 3B lodged with ASX	Friday, 25 October 2019
Notice sent to Option holders	Friday, 25 October 2019
Notice sent to Shareholders	Tuesday, 29 October 2019
Existing shares quoted on an 'ex' basis	Wednesday, 30 October 2019
Record date	Thursday, 31 October 2019
Prospectus sent to Eligible Shareholders Offer Period Opens	Monday 4, November 2019
Offer Period Closes*	Friday 29, November 2019
Notification of under-subscriptions to ASX (if any)	Wednesday, 4 December 2019

Securities Issued Holding statements sent to Eligible Shareholders	Friday, 6 December 2019
Quotation of Shares issued under the Offer*	Monday, 9 December 2019

*\*The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date. As such the date the Shares are expected to commence trading on ASX may vary.*

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, the Company Secretary, on +61 2 80701800

Yours sincerely

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