

HANNANS

5 November 2019

ASX & MEDIA ANNOUNCEMENT

Exercise Price of Unlisted Options (Tranche 3)

Hannans Ltd (ASX: HNR) (**Hannans** or **Company**) notes that at the Company's Annual General Meeting in 2017 shareholders approved the issue of options to directors pursuant to the Directors' Equity Plan.

As required by the ASX Listing Rules, Hannans advises Shareholders that the option exercise price for the Tranche 3 options has been set. The exercise price is calculated by taking Hannans volume weighted average share price for the five (5) trading days before and five (5) trading days after 27 October 2019 and adding a premium of 50%.

Please note that no new or additional options have been or are being issued as a result of this ASX release. This release solely relates to calculation of the option exercise price for the Tranche 3 options.

The Company's updated capital structure is therefore as follow:

Updated Capital Structure	
Ordinary Fully Paid Shares listed on the ASX	1,980,804,538
Unlisted Options exercisable at 2.9 cents on or before 20 November 2019	12,016,664
Unlisted Options exercisable at 2.7 cents on or before 15 September 2020	21,155,848
Unlisted Options exercisable at 2.6 cents on or before 27 October 2020	28,000,000
Unlisted Options exercisable at 1.8 cents on or before 27 October 2021	28,000,000
Unlisted Options exercisable at 1.5 cents* on or before 27 October 2022	28,000,000

* Exercise price calculated from the VWAP for the five (5) trading days before and five (5) trading days after 27 October 2019 PLUS a premium of 50%.

For further information, please contact:

Ian Gregory
Company Secretary
+61 8 9324 3388 (T)
admin@hannans.com (E)