

7 August 2020

PROPOSED ENTITLEMENTS ISSUE OF OPTIONS

Tao Commodities Limited (“TAO” or “the Company”) (ASX: TAO) is pleased to announce that it intends to conduct a pro-rata non-renounceable entitlement issue of options to eligible shareholders on the basis of one (1) option for every eligible two (2) shares held (Option Issue) being up to approximately 15,693,334 options.

Each Option will be exercisable for one fully paid ordinary share, at \$0.20 (20c) per Option, on or before 31 August 2021. Subject to meeting the minimum ASX quotation requirements, TAO intends to apply for the Options to be listed on ASX. The Options will have an issue price of \$0.001 (0.1c) each.

The purpose of the Options Issue is to recognise the support and loyalty the Company has received from its Shareholders to date. The Options Issue will be made to all shareholders of the Company named on its register of members at 5.00pm (AWST) on Thursday 13 August 2020, whose registered address is in Australia or New Zealand.

The Board of TAO recommends all eligible Shareholders take up their Entitlement and the Executive Director of the Company has confirmed that he will take part in the Offer.

The timetable (including the Record Date for determining entitlements under the Option Issue) is provided below:

Indicative Timetable

Event	Date (2020)
Announcement of Offer and lodgement of Appendix 3B with ASX	Friday, 7 August
Lodgement of Prospectus with the ASIC and ASX	Friday, 7 August
Ex date	Wednesday, 12 August
Record Date for determining Entitlements	Thursday, 13 August
Prospectus and Entitlement and Acceptance Form despatched to Eligible Shareholders, and Company announces despatch has been completed	Tuesday, 18 August
Opening Date	Tuesday, 18 August
Last day to extend Closing Date of the Offer	Monday, 24 August
Closing Date*	Thursday, 27 August
Options quoted on a deferred settlement basis	Friday, 28 August
Announcement of results of the Offer	Tuesday, 1 September
Last date for the Company to issue the Options under the Offer and lodge an Appendix 2A	Thursday, 3 September

This timetable is indicative only and subject to the Corporations Act and Listing Rules, the Company reserves the right to change the above dates. The directors may extend the Closing Date. As such, the quotation date of the Options may vary.



Shares issued upon exercise of the Options will rank equally with all fully paid ordinary shares currently on issue.

A copy of the Prospectus is available on ASX, and on TAO's website. Eligible Shareholders will be mailed a copy of the Prospectus, together with an Entitlement and Acceptance Form no later than Tuesday 18 August 2020. Fractional Entitlement will be rounded up to the nearest whole number of Options.

Authorised by the Board of TAO Commodities Ltd

For further information please contact:

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