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21 August 2020
Market Announcements Platform
ASX Limited

Dear Option Holder

NON-RENOUNCEABLE ENTITLEMENT OFFER – NOTIFICATION TO OPTION HOLDERS

On 19 August 2020, XTD Limited (**Company**) announced a capital raising to raise approximately \$2.3 million (before costs) by way of a two-tranche placement to raise approximately \$1 million (**Placement**) and a fully underwritten non-renounceable entitlement offer to raise approximately \$1.22 million.

The fully underwritten non-renounceable entitlement offer is for 1 (one) fully paid ordinary share (**New Shares**) for every 5 (five) existing shares held, together with 1 (one) attaching New Option for every 2 (two) New Shares subscribed for, to shareholders with a registered address in Australia or New Zealand (**Eligible Shareholders**) held as at 7.00pm (AEST) on Friday, 28 August 2020 (**Record Date**) (**Entitlement Offer**).

Under the Offer, the Company will issue approximately 31,366,519 New Shares at an issue price of \$0.039 per New Share to raise approximately \$1.22 million before costs.

The Offer will be made by the Company pursuant to an offer document in accordance with section 713 of the *Corporations Act 2001 (Cth)* (**Offer Document**) to be sent to shareholders on or about Wednesday, 2 September 2020.

Option Holder 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 exercise notice together with the correct monies must be received by the Company's share registry, Automic Pty Ltd, no later than 5.00pm (AEST) on Thursday, 27 August 2020. Any notice of exercise of options received after this date cannot be assured of allotment before the Record Date (being 7.00pm (AEDT) on Friday, 28 August 2020).

To obtain an exercise notice, please contact the Company's Share Registry, Automic Pty Ltd, between 8.30am and 5.30pm (AEDT) on business days by calling 1300 288 664 (within Australia) or + 61 2 9698 5414 (outside Australia). If you do not wish to participate in the Offer (in respect of your options) you do not need to take any action.

Further information

If you have any questions in relation to any of the above matters, please contact the Share Registry, Automic Pty Ltd, between 8.30am and 5.30pm (AEDT) on business days by calling 1300 288 664 (within Australia) or + 61 2 9698 5414 (outside Australia). For other questions, you should contact your stockbroker, accountant, taxation adviser, financial adviser or other professional adviser.

Yours faithfully

Adam Cadwallader
Managing Director
XTD LTD

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