



28 May 2015

## OPTION EXPIRY

Dear Option Holder,

Krakatoa Resources Limited (Company) provides notice that the final date for exercising the Company's \$0.20, 30 June 2015 listed options is 5:00pm WST on 30 June 2015 (Options). The exercise price is \$0.20 (twenty cents) per Option. Option holders will be issued with one new fully paid ordinary share in the Company for each Option exercised.

Options not exercised by 5:00pm WST 30 June 2015 will expire. Quotation of the Options will cease at the close of trading on Tuesday, 23 June 2015. Failure to exercise the Option will result in the forfeiture of any rights that the Option holder may have in relation to the ordinary shares.

To convert your Options to ordinary shares (Option Exercise) please complete the Option Exercise form attached and forward with your payment to:

By post:  
Krakatoa Resources Limited  
GPO Box 2517  
PERTH WA 6831

Or deliver to:  
Krakatoa Resources Limited  
Level 11, 216 St Georges Terrace  
Perth WA 6000

Cheques should be made payable to Krakatoa Resources Limited. Receipt for payment will not be forwarded.

During the three month preceding the date of this notice the highest sale price and the lowest sale price of ordinary shares in Krakatoa Resources Limited was \$0.21 on 18 May 2015 and \$0.08 on 11 March 2015 respectively. The latest available market sale price on the ASX before the date of this notice was \$0.18 on 26 May 2015.

If you wish to clarify any taxation consequences relating to the exercise of Options, please consult your solicitor, accountant or professional advisor.

Yours sincerely,

Aryo Bimo  
Executive Director