



SOVEREIGN GOLD
COMPANY LIMITED

ACN 145 184 667
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27 November 2015

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Dear Shareholder

Cancellation of General Meeting – 7 December 2015 following confirmation of R&D Refund

The Board of Sovereign Gold Company Limited ACN 145 184 667 (**Company**) has resolved to cancel the general meeting to be held on 7 December 2015 (**General Meeting**).

The General Meeting was called primarily for shareholders to consider and approve a number of resolutions to enable the Company to raise funds to meet the working capital needs of the Company.

On 25 November 2015, the Company received advice that the Research and Development (**R&D**) activities conducted by the Company qualify for an R&D Tax Incentive Offset Refund (**Refund**). Details were announced to the ASX on 27 November 2015 and are provided with this Notice.

The Company expects the Refund for the 2012 Calendar Year to be in excess of \$500,000, which is the amount shareholders were to consider approving. The Company expects similar outcomes for 2013, 2014 and 2015.

The Refund is expected in early 2016 and will meet the working capital needs of the Company.

The Board has determined that:

- due to the approval of the R&D Tax Incentive Offset Refund, the Company does not need to refresh its placement capacity at this point in time;
- the immediate funding needs are satisfied and there is no immediate requirement to raise additional funds;
- the other resolutions need not be considered in isolation at this time.

The Company is pleased to be able to meet its current funding requirements without diluting current shareholders interests.

Please contact the Company Secretary on +61 2 9251 7177 if you have any queries regarding the cancellation of the General Meeting.

Yours faithfully,

Simon Bird
Managing Director