



SOVEREIGN GOLD
COMPANY LIMITED

ACN 145 184 667

Level 2, 131 Macquarie Street Sydney NSW 2000

T +612 9251 7177 F +612 9251 7500

5 January 2016

Company Announcements
Australian Stock Exchange Limited
20 Bridge Street
Sydney NSW 2000

Dear Sir/Madam,

Re: Sale of Unmarketable Parcels of Shares

Attached is a letter being sent to Sovereign Gold Company shareholders who at 7:00pm (AEDT) on 4 January 2016 (**Record Date**), held unmarketable parcels of ordinary fully paid shares, based on the last traded price of A\$0.003 per share.

Yours faithfully

Henry Kinstlinger
Company Secretary



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5 January 2016

«REG_ADDRESS_LINE_1»
«REG_ADDRESS_LINE_2»
«REG_ADDRESS_LINE_3»
«REG_ADDRESS_LINE_4»
«REG_ADDRESS_LINE_5»
«REG_ADDRESS_LINE_6»

HIN: «HOLDER_IDENTIFIER»
No. Shares: «CLASS_GROUP_1_»

Dear Shareholder,

SALE OF UNMARKETABLE PARCELS OF SHARES – FIRST NOTICE

Sovereign Gold Company (**SOC**) (**ASX: SOC**) has instituted a minimum holding sale of ordinary shares for holders of unmarketable parcels of shares, at an indicative price of A\$0.003 per share to a third party (**Unmarketable Parcel Sale Process**).

You are recorded on the share register of SOC as the holder of an unmarketable parcel of shares.

Under the ASX Listing Rules, any shareholding valued at less than A\$500 is considered to be an unmarketable parcel. As at the Record Date being 4 January 2016, the last sale price of SOC shares was A\$0.003 per share. On this basis an unmarketable parcel of shares is 166,667 shares. There were 596 holders of an unmarketable parcel of SOC shares (**Eligible Shareholders**). This represents a total of 18,585,555 shares, being 1.95% of the SOC shares on issue.

Eligible Shareholders who participate in the Unmarketable Parcel Sale Process will benefit from selling their SOC shares without having to use a broker or pay brokerage.

The Unmarketable Parcel Sale Process enables SOC to streamline its Share Registry, thereby reducing high registry and administrative costs.

In accordance with Company's Constitution, SOC provides notice (**First Notice**) of its intention to undertake the Unmarketable Parcel Sale Process on behalf of Eligible Shareholders.

A Second Notice regarding the Unmarketable Parcel Share Sale will be sent on 8 February 2016.

SOC values all of its shareholders and is offering this Unmarketable Parcel Sale Process to assist Eligible Shareholders to sell and realise their shares without incurring brokerage and other expenses.

SOC expects to reduce administrative costs associated with maintaining a large number of very small holdings.

To retain your shareholding in SOC, please advise SOC before 21 March 2016 by returning the Notice of Retention Form, which will be included in the Second Notice.

To participate in the sale of your shareholding, you do not need to do anything. Your shares will be sold on your behalf by SOC after 21 March 2016.

You will not need to appoint a broker or pay the brokerage and handling costs associated with the sale of shares under the Unmarketable Parcel Sale Process.

Please note that tax consequences from the sale of your shares will be your responsibility.

Further information about the Unmarketable Parcel Sale Process will be released in the coming weeks.

Yours faithfully

Henry Kinstlinger
Company Secretary