



UXA Resources Limited

ABN 65 112 714 379

11 January 2016

Shareholder Name

Shareholder Address1

Shareholder Address2

Your SRN: *Shareholder Reference Number*

Your shareholding: *shares*

Dear Shareholder

It is my pleasure to introduce to you a non-renounceable Rights Issue offer to subscribe for new shares in your Company, UXA Resources Limited.

Through a Prospectus lodged with Australian Securities and Investment Commission on 24 December 2015 the Company is seeking to raise up to \$2.42 million to be used primarily for advanced exploration, including drilling, for gold and uranium.

At Nabarlek North in the Northern Territory your directors believe, on the basis of previous exploration results, that there is the potential for high grade uranium mineralisation. The tenement is located in the Alligator Rivers Uranium Province, home to a number of significant deposits as well as the Ranger Uranium mine.

In South Australia, the Company's Challenger North gold project at Commonwealth Hill in the Gawler Craton is highly prospective, close to the operating Challenger Gold Mine and surrounded by a number of recent gold discoveries.

Additionally, the Company's property at Pandanus West in the Northern Territory portion of the Westmoreland Uranium Province contains a number of indications of mineralisation, offering further potential for a uranium discovery in known uranium province.

Under the offer, all shareholders in the Company have a right to apply for 1 new share on the basis of every 3 shares currently held, at \$0.10 per share. To exercise your right and apply for shares you should complete the application form attached to the Rights Issue Prospectus, which can be found on the Company's web site www.uxaresources.com.au.

The issuing of this Prospectus follows on from the Company's earlier SPP issue and is an important step in achieving re-quotation of the Company's shares on the ASX.

The offer is to all Shareholders registered as at 5.00 pm ACST time on 6 January 2016. The closing date for acceptances is 5.00 pm ACST time on 29 January 2016. Your directors look forward to your support as the Company moves forward with its exploration programs.

Yours sincerely

Peter Hunt
Chairman