



15 July 2016

Dear Shareholder,

## NON-RENOUCEABLE RIGHTS ISSUE

On 13 July 2016, Excelsior Resources Limited (**Company**) announced a non-renounceable pro rata offer to shareholders with a registered address in Australia or New Zealand (**Eligible Shareholders**) of 1 new share for every 6 existing shares held at the Record Date (defined below) at an issue price of \$0.05 per share (**Offer**). A prospectus for the Offer has been lodged with ASIC and announced to ASX on 13 July 2016.

The Offer will raise up to approximately \$4.84 million before issue costs and is partially underwritten by Farrah Gold Pty Limited (**Farrah**) for \$2 million with a 2% underwriting fee. Farrah has also agreed to take up a minimum of \$200,000 through its entitlement under the Offer.

Funds raised under the Offer will be used to advance mining and exploration activities at the Kalgoorlie North Gold Project and for general working capital.

The Company expects the Offer to be conducted in accordance with the following timetable:

Event	Date <sup>1</sup>
Prospectus lodged with ASIC and ASX	13 July 2016
Ex Date – Shares trade ex Entitlement	18 July 2016
Record date to determine Entitlement ( <b>Record Date</b> )	19 July 2016
Prospectus with Entitlement and Acceptance Form dispatched	21 July 2016
Offer opens for receipt of Applications	21 July 2016
Closing date for acceptances ( <b>Closing Date</b> )	2 August 2016
Issue of new shares	9 August 2016
Normal trading of new shares expected to commence	10 August 2016

<sup>1</sup> The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date, subject to such date being no later than 3 months after the date of this Prospectus. As such the date the new shares are expected to commence trading on ASX may vary.

The new shares under the Offer will rank equally with existing fully paid ordinary shares in the Company. Application has made for the quotation of the new shares.

The capital structure of the Company following the Offer, assuming full subscription, is as below:

**Excelsior Gold Limited**  
ABN 38 123 629 863

Address Unit 2, 124 Stirling Highway, North Fremantle WA 6159 Postal PO Box 520, North Fremantle WA 6159  
Telephone +61 (8) 9335 7770 Facsimile +61 (8) 9335 6231

[www.excelsiorgold.com.au](http://www.excelsiorgold.com.au)



Shares currently on issue <sup>1</sup>	581,266,648
New shares offered under the Prospectus	96,877,775
Total shares following the Offer	678,144,423

<sup>1</sup> This includes 14 million shares to be issued to Farrah under a share issue announced to ASX on 12 July 2016.

### Eligible Shareholders

A copy of the prospectus for the Offer will be sent to Eligible Shareholders after the Record Date. Eligible Shareholders should consider the prospectus carefully in deciding whether to acquire new shares under the Offer, and will need to complete the personalised entitlement and acceptance form accompanying the prospectus to take up their entitlements. Eligible Shareholders may also apply for additional shares in excess of their entitlement.

### Ineligible Shareholders

The Company has decided that it is unreasonable to extend the Offer to shareholders with a registered address outside Australia or New Zealand as at the Record Date (**Ineligible Shareholders**), having regard to the number of such shareholders, their holdings and the compliance costs required to extend the Offer to Ineligible Shareholders. If you are an Ineligible Shareholder, please note that this letter is neither an offer to issue securities to you nor an invitation for you to apply for the new shares under the Offer and the prospectus will not be sent to you. You do not need to take any actions in relation to the Offer.

Should you have any questions regarding the Offer you may contact the Company on +61 8 9335 7770 or consult your stockbroker or professional adviser. A copy of the prospectus may be viewed on the ASX Limited website at [www.asx.com.au](http://www.asx.com.au), or alternatively at the Company's website at [www.excelsiorgold.com.au](http://www.excelsiorgold.com.au).

We look forward to your participation in the Rights Issue.

Yours sincerely,

  
**David Hamlyn**  
**Managing Director**

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