



15 August 2016

Dear Shareholder Holder

Pro Rata Non-Renounceable Rights Issue

As announced to the ASX on Friday 5 August 2016, Tyranna Resources Limited (“**Tyranna**”) advised that it intends to conduct a pro rata non-renounceable rights issue (“**Rights Issue**”) to eligible shareholders on the basis of one (1) new Tyranna ordinary share for every seven (7) Tyranna ordinary shares held as at 5.00 pm W.S.T.) on 18 August 2016 (**Record Date**) at an offer price of 3.7 cents per new share with one (1) free attaching 4 cent listed option for every two (2) new shares subscribed for, exercisable on or before 24 August 2017.

The Prospectus detailing the Rights Issue was released on ASX Monday 15 August 2016 (**Offer Memorandum**). Copies are available on the Company’s website www.tyrannaresources.com.

The funds raised will be applied toward continuing our exploration success with additional drilling, metallurgical testwork, and updating the JORC Resource at the Jumbuck Project in South Australia. as well as, general working capital requirements.

The Rights Issue is being made to all Tyranna shareholders as at 5.00 pm (W.S.T.) on 18 August 2016 whose registered address is in Australia, New Zealand and Singapore (**Eligible Shareholders**). Shareholders who do not satisfy these criteria will not be eligible to participate in the Rights Issue and will be informed accordingly.

New Shares and attaching Listed Options issued under the Rights Issue will rank equally with all ordinary shares and TYXOA listed options already on issue. Under the Rights Issue, Tyranna will issue up to a maximum of 48,251,205 New Shares and 24,125,603 New TYXOA Options resulting in a total Tyranna ordinary shares on issue of approximately 386,009,642 and 79,502,051 TYXOA listed options.

For the purposes of calculating each Eligible Shareholder’s entitlements, fractional entitlements to New Shares and Options will be rounded up to the nearest whole number.

Offer document

The Prospectus detailing the Rights Issue was released on ASX Monday 15 August 2016. Copies are available on the Company’s website www.tyrannaresources.com. Eligible Shareholders will be mailed a copy of the Prospectus together with an Entitlement and Acceptance Form by 23 August 2016.

It is important that Eligible Shareholders read the Prospectus carefully before deciding whether to invest and, if in any doubt as to how to proceed, consult with their professional advisers. If Eligible Shareholders wish to participate, they should follow the directions in the Offer Memorandum for actions required.



Proposed Timetable

Note: These dates are indicative only, Tyranna reserves the right to change these dates subject to the Corporations Act and the Listing Rules.

Event	Date
Lodgement of Prospectus with ASX Lodgement of Appendix 3B with ASX Option holders notified of Offer	15 August 2016
Notice of Offer sent to Shareholders	16 August 2016
Shares quoted on an "Ex" basis	17 August 2016
Record Date for determining Entitlements	18 August 2016
Prospectus and Application Form despatched to Eligible Shareholders	23 August 2016
Last day to extend the Closing Date	29 August 2016
Closing Date of Offer	1 September 2016
Securities quoted on a deferred settlement basis	2 September 2016
Announcement of Shortfall	6 September 2016
Issue date of Securities under the Offer Deferred settlement trading ends	8 September 2016
Commencement of Securities trading on ordinary settlement basis	9 September 2016

If you have any question please contact Tyranna on +61 8 94851040.

Yours faithfully

Bruno Seneque
Managing Director