



18 May 2016

NOTICE UNDER SECTION 708A

Krakatoa Resources Limited (the "Company") has issued the following securities on 18 May 2016:

- 3,223,183 Options exercisable at \$0.20 on or before 31 March 2017

The Company has also sought quotation of the following securities on 18 May 2016:

- 838,333 Options exercisable at \$0.20 on or before 31 March 2017

The Company gives this notice pursuant to Section 708A(5)(e) of the Corporations Act.

The securities were issued without disclosure to the private investors under Part 6D.2, in reliance on Section 708A(5) of the Corporations Act.

The Company, as at the date of this notice, has complied with:

- a) the provisions of Chapter 2M of the Corporations Act; and
- b) Section 674 of the Corporations Act.

There is no excluded information as at the date of this notice, for the purposes of Sections 708A(7) and (8) of the Corporations Act.

Yours sincerely,

Colin Locke
Executive Chairman