



Tychean Resources Limited
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7 January 2019

Dear Shareholder

On 18 December 2018, Tychean Resources Limited (Tychean or the **Company**) announced a non-renounceable Entitlement Issue to shareholders of 1 new share for every 3 existing shares held at an issue price of \$0.003 per new share (**Rights Issue** or **Offer**).

The Rights Issue seeks to raise up to \$577,000 (approximately) before costs through the issue of up to 192,385,537 new fully paid ordinary shares in the Company.¹

Forward Strategy:

The funds raised by the Rights Issue, together with Tychean's existing cash reserves will primarily be used for:

- Progressing the IronRinger transaction including funding first-pass exploration efforts;
- Due diligence costs on additional acquisition opportunities;
- Funding Administrative and General working capital costs.

The Offer is made to Eligible Shareholders being shareholders of the Company registered on the Company's share register at the **Record Date** (as at 5.00pm AEDT Wednesday, 2 January 2019).

The Rights Issue price reflects an approximate 19.35% discount to the 15-day volume weighted average price (VWAP) of the Company's shares for the period ending 14 December 2018.

Ineligible Shareholders:

The Company is of the view that it is unreasonable to extend the Offer to Shareholders with registered addresses outside Australia or New Zealand, having regard to;

- i. The small number of Shareholders with registered addresses outside Australia and New Zealand;
- ii. The number and value of the New Shares which would be offered to ineligible Shareholders; and
- iii. The cost of complying with the legal requirements of the regulatory authorities, in the respective overseas jurisdictions.

¹ The figures for the number of new shares and the amount to be raised assumes all shareholders on the Record Date are Eligible Shareholders.

Accordingly, shareholders who do not have a registered address in Australia or New Zealand are not eligible to participate in the Offer.

Unfortunately, according to our records, you do not satisfy the eligibility criteria for an Eligible Shareholder. Accordingly, the Company wishes to advise you that it will not be extending the Offer to you and you will not be able to subscribe for New Shares under the Offer.

You are not required to do anything in response to this letter.

If you have any questions regarding this non-renounceable Entitlement issue, please telephone the Company on (08) 7324 3195.

Thank you for your ongoing support of the Company.

Yours sincerely

Duncan Gordon

Chairman

Tychean Resources Limited