

**CHAIRMAN'S ADDRESS TO SHAREHOLDERS  
31 May 2017**

Dear Shareholders,

On behalf of the Board of Directors of Reward Minerals Limited I am pleased to welcome you to the 2017 Annual General Meeting.

The 2016 year was a significant year for your Company, culminating in the independent confirmation of a substantial Drainable Potash resource that confirms Lake Disappointment as a world class Sulphate of Potash (SOP) deposit.

In February 2017, the Company was pleased to announce that independent consultants had developed an In Situ Mineral Resource of 596 million tonnes of SOP contained in the sediments of Lake Disappointment, from which, a Drainable Resource estimated at 153 million tonnes of SOP has been established. At the proposed production rates for the Project, the Drainable Resource equates to over 350 years of potash supply.

The numbers speak for themselves. Lake Disappointment stands out as a Tier 1 SOP deposit and the leading project of its kind in Australia.

The last 12 months has seen management and staff focused on three main areas on the pathway to bringing the Lake Disappointment Project to production.

- Finalising the independent In Situ and Drainable Mineral Resources.
- Environmental Approval Submissions.
- Developing Capital and Operating Cost estimates for Evaporation Ponds and Brine Supply Trenches.

The mineral resource estimates have been made possible through an extensive drilling, trenching and sampling programme involving drilling and sampling 20 direct push tube holes in the lakebed sequence for geological control and aquifer parameters; the construction and test pumping of 14 trenches; the drilling of 10 core holes for geological control, brine analysis and aquifer parameters; the drilling of 4 test bores for aquifer performance and parameters to be tested.

Environmental submissions have been lodged with the Department of the Environment (Federal - DoEE) and the Western Australian Environmental Protection Authority (EPA-WA).

The EPA has advised that the Lake Disappointment Project will be assessed through the Environmental Review process. Reward has prepared an Environmental Scoping Document for the EPA, the resultant agreed Scope of works is now being carried out to satisfy EPA approvals for the Project.

The Cost Estimates for construction of Evaporation Ponds and Brine supply trenches are currently being prepared by well-respected contractors under a formal tender process. The Tenders have been prepared on the basis of Pond and Trench design parameters prepared by Knight Piesold Engineering late in 2016.

Management and staff have diligently conducted a myriad of programmes and processes aimed at bringing the Lake Disappointment Project to production.

As a result of years of diligent work, the Lake Disappointment Project is now at an advanced stage of its development. The Board believes we are now at a stage where we need to develop a strong team with the skills to take the Company from exploration and feasibility status to the developer and operator of the leading project of its kind in Australia.

I would like to take this opportunity to thank our management and staff for their outstanding contribution to the Company over the past year. Thank you also to all of our stakeholders for their ongoing support.

I would also like to thank our partners, the Martu People, for their continuing support, assistance and co-operation.

Yours sincerely,

**Colin McCavana, Chairman**

**ASX CODE  
RWD****DIRECTORS & MANAGEMENT**

Colin McCavana  
*Chairman*

Rod Della Vedova  
*Non-Executive Director*

Michael Ruane  
*Managing Director*

Daniel Tenardi  
*Projects Director*

Bianca Taveira  
*Company Secretary*

**KEY PROJECTS**

Lake Disappointment Project

**HEAD OFFICE**

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