



Sky and Space Global Ltd
ABN 73 117 770 475

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Dear Shareholder

SKY AND SPACE GLOBAL LTD - PRO-RATA NON-RENOUNCEABLE ENTITLEMENT ISSUE

As announced on 8 November 2019, Sky and Space Global Ltd (ACN 117 770 475) (**SAS** or **Company**) is undertaking a pro rata non-renounceable entitlement issue at a ratio of 1 Share for every 1 Share held (together with 1 free attaching option for every 4 Shares subscribed for and issued (**New Option**)) (**Entitlement Issue** or **Entitlement Offer**) of up to 2,175,014,261 fully paid ordinary shares (**New Shares**) to raise approximately \$10,875,071. The price of New Shares under the Offer is \$0.005 each (**Issue Price**). The Company lodged a prospectus for the Entitlement Offer (**Prospectus**) with ASIC and ASX on 11 November 2019.

In addition to the Entitlement Offer, the Prospectus also contains an offer of up to 1,000,000,000 Shares at an issue price of \$0.005 and up to 250,000,000 free-attaching New Options, subject to receipt of Shareholder approval (**Placement Offer**) (together with the Entitlement Offer, the **Offers**).

The Company has engaged Merchant Corporate Advisory Pty Ltd (**Lead Manager**) to be lead manager of the Offers. The fees to be paid to the Lead Manager in respect of the Offers are set out in section 9.4 of the Prospectus.

The funds raised from the Offers are planned to be used towards manufacture of satellites, launch of satellites, operational costs, expenses of the Offers and corporate and working capital.

The Entitlement Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5:00 pm (WST) on 15 November 2019, whose registered address is in Australia, New Zealand, Singapore, Israel, China, the United Kingdom, the United States of America (in relation to institutional "accredited investors" only) or Hong Kong.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue. New Options issued under the Offers will be exercisable at \$0.015 on or before 31 May 2021 from the date of issue and will otherwise be on the terms and conditions set out in the Prospectus.

Following completion of the Offers, the Company will have issued approximately 3,175,014,261 New Shares (2,175,014,261 as a result of the Entitlement Offer) resulting in total Shares on issue of approximately 5,350,028,522 and 793,753,565 New Options (543,753,565 as a result of the Entitlement Offer) resulting in total Options on issue of approximately 1,122,828,698.

Ineligible shareholders

A Shareholder who has a registered address outside Australia, New Zealand, Singapore, Israel, China, the United Kingdom, the United States of America (in relation to institutional "accredited investors" only) or Hong Kong (**Ineligible Shareholder**) will not be eligible to participate in the Entitlement Offer.

You are not eligible to participate in the Entitlement Offer and you will not be sent a copy of the Prospectus. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of Australia, New Zealand, Singapore, Israel, China, the United Kingdom, the United States of America (in relation to institutional "accredited investors" only) or Hong Kong compared with the small number of Ineligible Shareholders and the number and value of New Shares to which they would otherwise be entitled.

If you have any queries concerning the Entitlement Issue, please contact your financial adviser or Rachel Kerr, Company Secretary, on +61 8 6556 2400.

Yours sincerely

Rachel Kerr
Company Secretary