

29 May 2023

Dear Shareholder

## **FORRESTANIA RESOURCES LIMITED – PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE**

As announced on 29 May 2023, Forrestania Resources Limited (ACN 647 899 698) (**Company**) is undertaking a pro-rata non-renounceable entitlement issue of (2) New Shares for every five (5) Shares held by those Shareholders registered at the Record Date at an issue price of \$0.07 per New Share together with one (1) free New Option for every one (1) New Share subscribed for and issued to raise approximately \$1,935,607 (based on the number of Shares on issue as at the Record Date) (**Entitlement Offer**).

The Company lodged a prospectus for the Entitlement Offer (**Prospectus**) with ASIC and ASX on 29 May 2023.

The Entitlement Offer is fully underwritten by RM Corporate Finance Pty Ltd (**Underwriter**). The Company agreed to pay the Underwriter an underwriting fee of 5% of the total amount raised pursuant to the Entitlement Offer and issue the underwritten 2,000,000 New Options. The Company must also reimburse the Underwriter for costs incidental to the Entitlement Offer.

The Company intends to apply the funds raised from the Entitlement Offer towards exploration, working capital and fees and expenses of the Entitlement Offer. For further specifics of the use of funds please refer to section 3.1 of the Prospectus.

Following completion of the Entitlement Offer, assuming any shortfall is subsequently placed and the full subscription is raised, the Company will have issued approximately 27,651,522 Shares (total shares on completion 96,780,325) and 27,651,522 Options (total Options on completion 83,925,840).

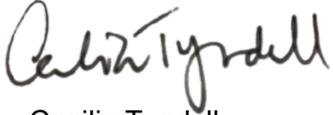
### **Ineligible shareholders**

A Shareholder who has a registered address outside Australia or New Zealand (**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 and New Zealand compared with the small number of Ineligible Shareholders and the number and value of Shares and New Options to which they would otherwise be entitled.

If you have any queries concerning the Entitlement Offer, please contact your financial adviser or Cecilia Tyndall, Forrestania Resources Limited's Company Secretary, on +61 8 6391 0113.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Cecilia Tyndall', written in a cursive style.

Cecilia Tyndall  
Company Secretary  
Forrestania Resources Limited