



AVIRA RESOURCES LIMITED

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5 December 2017

Dear Optionholder

AVIRA RESOURCES LIMITED – NON-RENOUNCEABLE RIGHTS ISSUE

As announced on 5 December 2017, Avira Resources Limited (ACN 131 715 645) (**Company**) is undertaking a pro-rata non-renounceable rights issue (**Rights Issue** or **Offer**) of 87,088,295 fully paid ordinary shares (**New Shares**) to raise up to approximately \$261,265 before costs. The price of New Shares under the Offer is A\$0.003 each (**Issue Price**) and will be offered to eligible shareholders on the basis of one (1) Share for every one (1) Share held on the Record Date. The Company lodged an offer document for the Rights Issue (**Offer Document**) with ASX on 5 December 2017.

The Company intends to apply the funds raised from the Offer after expenses towards repayment of debt, evaluation of the Company's existing minerals assets and working capital. This is a statement of the Board's current intentions as at the date of the Offer Document. However, the Board reserves the right to alter the way the funds are applied.

The Offer is being made to all shareholders of the Company named on its register of members at 7.00pm (Sydney time) on 8 December 2017, whose registered address is in Australia, New Zealand or Hong Kong (**Eligible Shareholders**).

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer (assuming full subscription), the Company will have issued 87,088,295 New Shares resulting in total Shares on issue of approximately 174,176,590. Subject to shareholder approval at a general meeting scheduled for 22 December 2017, the Company is also proposing to issue up to a further 170,823,410 Shares to raise up to an additional \$512.47 pursuant to a placement which is proposed to be completed on the date of issue of New Shares under the Rights Issue.

A copy of the Offer Document is available on ASX's and the Company's website. Eligible Shareholders will be mailed an Offer Document together with a personalised Entitlement and Acceptance Form no later than 12 December 2017.

Optionholders

The terms and conditions of the options you currently hold do not entitle you to participate in the Rights Issue unless you exercise your options in time for new shares to be issued to you and to be entered on the Company's register of members on or before 7.00pm (AEDT) on 8 December 2017 (**Record Date**).

To exercise your options and thereby participate in the Rights Issue, you will need to deliver the following to the Company in the manner contemplated by your option terms:

- (i) a notice of exercise of options; and
- (ii) payment for the exercise price in respect of those options to be exercised.

To ensure that your new shares are issued prior to the Record Date, the above must be received by the Company **no later than 6th December 2017**. If received after this date, issue of new shares prior to the Record Date cannot be assured.

Before deciding whether to exercise any or all of your options, you should read the Offer Document in its entirety.

This notice is important and requires immediate attention. If you have any queries concerning the Rights Issue, please contact your financial adviser or Mr Sonu Cheema, Avira Resources Limited's Company Secretary on +61 8 6489 1600.

Yours faithfully



GARY KUO
MANAGING DIRECTOR
AVIRA RESOURCES LIMITED