

16 July 2018

Dear Optionholder,

### NON RENOUNCEABLE RIGHTS OFFER

The Company on 16 July 2018, lodged a Prospectus with ASIC and ASX, seeking to raise approximately \$4,887,374 by a non-renounceable rights offer ("**Offer**") of up to approximately 27,152,079 new shares and 13,576,040 new options ("**New Securities**") on the basis of 1 new share for every 5 shares held at an issue price of 18 cents per share together with 1 free option for every 2 new shares subscribed for under the Prospectus. The options have an exercise price of 24 cents and an expiry date of 30 June 2021.

**Optionholders are not entitled to participate in the Offer.** Should optionholders with a registered address in Australia or New Zealand wish to participate in the Offer they should exercise their options in accordance with the terms and conditions of the options in a timely manner and in any event to ensure the exercise and issue of the shares is completed by the Record Date of 20 July 2018.

The funds raised under the Offer will be focused on further developing the Company's Lake Disappointment Sulphate of Potash Project, for working capital and to meet Offer expenses.

The Offer is partly underwritten. Minimum Subscription under the Offer is \$2,780,769.

The timetable for the Offer is as follows:

|  |                |
|--|----------------|
| Lodgement of Prospectus with ASIC and ASX  | 16 July 2018   |
| Application to ASX for quotation of shares and options under the Prospectus  | 16 July 2018   |
| Notice to Shareholders   | 18 July 2018   |
| Current Shares "Ex" the entitlements issue on the ASX  | 19 July 2018   |
| <b>Record Date</b> to identify Shareholders and to determine Entitlements to shares and options under the Prospectus | 20 July 2018   |
| Despatch of Prospectus and Entitlement and Acceptance Form ( <b>Opening Date</b> )                                   | 25 July 2018   |
| <b>Closing Date</b>  | 8 August 2018  |
| Securities quoted on a deferred settlement basis   | 9 August 2018  |
| ASX notified of undersubscriptions   | 13 August 2018 |
| Issue Date and end of deferred settlement trading  | 15 August 2018 |

Subject to the Listing Rules, the above dates may be changed without notice.

The Offer will be made to the Company's shareholders with a registered address in Australia or New Zealand on the Record Date ("**Eligible Shareholders**").

The capital structure of the Company post-completion of the Offer at Minimum Subscription and Full Subscription will be as follows:

| <b>Shares</b>   | <b>Minimum Subscription<br/>(\$2,780,769)</b> | <b>Full Subscription<br/>(\$4,887,347)</b> |
|---|---|--|
| Existing Shares   | 135,760,396                                   | 135,760,396                                |
| New Shares issued under the Offer   | 15,448,717                                    | 27,152,079                                 |
| <b>Total Shares on issue after completion of the Offer</b>                            | <b>151,209,113</b>                            | <b>162,912,475</b>                         |
| <b>Options</b>  | <b>Minimum Subscription</b>                   | <b>Full Subscription</b>                   |
| Existing Options – unlisted (exercise price 44.3 cents expiry date 1 December 2020)   | 2,000,000                                     | 2,000,000                                  |
| New Options issued under the Offer (exercise price 24 cents expiry date 30 June 2021) | 7,724,359                                     | 13,576,040                                 |
| <b>Total Options on issue after completion of the Offer</b>                           | <b>9,724,359</b>                              | <b>15,576,040</b>                          |

It is anticipated that the Prospectus offering New Securities for subscription will be mailed to Eligible Shareholders on 25 July 2018. The Prospectus may be viewed on the Australian Securities Exchange's website at [www.asx.com.au](http://www.asx.com.au) or alternatively on the Company's website at [www.rewardminerals.com](http://www.rewardminerals.com).

Application will be made to ASX for official quotation of the New Securities. In the calculation of any entitlement, fractions will be rounded up to the nearest whole number. No shareholder approval is required to the Offer.

If you have any questions please do not hesitate to contact the Company.

Yours faithfully

*Bianca Taveira*  
**Company Secretary**