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18 October 2019

Dear Shareholder

NON-RENOUNCEABLE ENTITLEMENT OFFER – NOTIFICATION TO ELIGIBLE SHAREHOLDERS

On 17 October 2019 Altura Mining Limited (**Company**) announced a capital raising to raise approximately \$21.5 million (before costs) through a non-renounceable entitlement offer of 2 (two) fully paid ordinary shares (**New Shares**) for every 13 (thirteen) existing shares to shareholders with a registered address in Australia, New Zealand, Singapore or Hong Kong (**Eligible Shareholders**) held as at 7.00pm (AEDT) on Thursday 24 October 2019 (**Record Date**) (**Offer** or **Entitlement Offer**).

The Offer will be made by the Company pursuant to an offer document in accordance with section 708AA of the *Corporations Act 2001 (Cth)* (**Offer Document**) to be sent to shareholders on or about Tuesday 29 October 2019.

Details of the Offer

Pursuant to the Offer, the Company will issue approximately 357,763,462 New Shares at an issue price of \$0.06 per New Share to raise approximately \$21.5 million before costs. The New Shares will rank equally in all respects with the Company's Existing Shares. The Company has applied to the ASX for quotation of the New Shares.

If you are an Eligible Shareholder, you will be able to subscribe for 2 (two) New Shares for every 13 (thirteen) existing shares held on the Record Date (**Entitlement**).

Eligible Shareholders who choose not to take up their Entitlement will receive no value in respect of their Entitlement and their shareholding in the Company will be diluted. Shareholders who are not Eligible Shareholders are "Ineligible Shareholders" and are consequently unable to participate in the Offer.

Use of funds

The Company intends to apply the proceeds from the Offer to provide funding for:

- exploration on recently acquired, highly prospective tenements in the Pilbara;
- incremental capital works on the Altura lithium process plant at Pilgangoora, to increase lithia recoveries, lift production and reduce unit operating costs; and
- working capital as the operation ramps up to full production of 220,000 wet metric tonnes of spodumene concentrate.

Altura Mining Limited ABN 39 093 391 774

Timetables

The Company expects the Offer to be conducted in accordance with the following timetable:

Event	Date
Announcement of Entitlement Offer and Cleansing Statement	Thursday 17 October 2019
Company to send notice to option holders	Thursday 17 October 2019
Notice to Shareholders including information required by Appendix 3B	Friday 18 October 2019
Ex-Date for Entitlement Offer	Wednesday 23 October 2019
Record Date to determine Entitlement to New Shares (7.00pm AEDT)	Thursday 24 October 2019
Despatch of Offer Document and Application Form and announcement that dispatch completed.	Tuesday 29 October 2019
Lodgement of the Offer Document	Tuesday 29 October 2019
Entitlement Offer opens	Tuesday 29 October 2019
Entitlement Offer closes (5.00pm AEDT)	Friday 15 November 2019
New Shares under Entitlement Offer quoted on a deferred settlement basis	Monday 18 November 2019
Announcement of Entitlement Offer shortfall	Wednesday 20 November 2019
Issue of New Shares under Entitlement Offer	Friday 22 November 2019
Despatch date of holding statements	Friday 22 November 2019
Trading of New Shares issued under the Entitlement Offer on a normal basis	Monday 25 November 2019

* These dates are indicative only and subject to change. The Company reserves the right, subject to the Corporations Act and the ASX Listing Rules, to vary the above dates. In particular, Altura reserves the right to extend the closing date of the Entitlement Offer, to accept late applications either generally or in particular cases or to withdraw the Entitlement Offer without prior notice. The commencement of quotation of New Shares is subject to confirmation from ASX.

Capital Structure

A comparative table of changes in the capital structure of the Company as a consequence of the capital raising is set out below, assuming the Offer is fully subscribed, and no existing Options are exercised.

Shares	Number
Existing Shares as at the date of this Offer Document	2,325,462,506
New Shares issued pursuant to the Entitlement Offer	357,763,462
Total issued Shares	2,683,225,968
Listed Options	Number
Existing listed Options as at the date of this Offer Document	148,797,979
Total issued listed Options	148,797,979
Unlisted Warrants	Number
Existing unlisted warrants as at the date of this Offer Document	19,812,140
Total issued unlisted warrants	19,812,140

This letter is not an offer document but rather an advance notice of some key terms and conditions of the Offer. Full details of the Offer will be set out in the Offer Document to be sent to shareholders shortly, together with a personalised entitlement and acceptance form (**Entitlement and Acceptance Form**). A copy of the Offer Document may also be viewed on the ASX website.

Action required by Eligible Shareholders

Your Entitlement may have value and it is important you determine whether to (in whole or in part) take up or do nothing in respect of your Entitlement. If you take up your Entitlement, you can also apply for additional New Shares. Your Entitlement to participate in the Offer is non-renounceable and therefore will not be tradeable or otherwise transferable.

- (a) Take up your Entitlement: If you wish to take up all or part of your Entitlement, you must follow the instructions in the Entitlement and Acceptance Form. Applications and application monies must be received by the Company's Share Registry by 5.00pm (AEDT) on Friday 15 November 2019 (unless the offer period is extended by the Company).
- (b) Apply for additional New Shares: If you take up your Entitlement in full, you can also apply for additional New Shares under the Shortfall Offer by completing the relevant section on the Application Form. Further information on applying for additional New Shares will be provided in the Offer Document and Entitlement and Acceptance Form.
- (c) Do nothing: If you take no action, you will not be allocated New Shares, your Entitlement will lapse and those New Shares for which you would have otherwise been entitled under the Entitlement Offer may be dealt with in accordance with the manner prescribed in the Offer Document.

If you have any questions, please contact the Company's Share Registry, Link Market Services Limited, from the date the Offer opens being Tuesday 29 October 2019 between 8.30am and 5.30pm (AEDT) on business days by calling 1300 857 499 (within Australia) or +61 1300 857 499 (outside Australia).

The Company thanks you for your continuing support and looks forward to your participation in the Offer.

Yours faithfully

James Brown
Managing Director

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