



5 June 2017

Dear Shareholder

Notification to ineligible shareholders

Cyclopharm Ltd
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As announced earlier today, Cyclopharm Limited (**Company**) is conducting a non-renounceable pro-rata entitlement offer to raise approximately \$7 million before offer costs (**Entitlement Offer**).

The Entitlement Offer provides eligible shareholders with the opportunity to subscribe for 1 new share for every 6.8 shares held at 7pm (Sydney time) on Thursday, 8 June 2017 (**Record Date**) at an issue price of \$0.80 per new share.

This letter is to inform you that, unfortunately, you are not eligible to participate in the Entitlement Offer. You are not required to do anything in response to this letter.

Why am I not eligible to participate in the Entitlement Offer?

Shareholders who are eligible to participate in the Entitlement Offer (**Eligible Shareholders**) are those persons who:

- a) are registered as a holder of the Company's shares as at the Record Date;
- b) have a registered address on the Company's register of members in Australia, New Zealand or the United Kingdom;
- c) are not in the United States and are not a U.S. Person and are not acting for the account or benefit of a US Person; and
- d) are eligible under all applicable securities laws to receive an offer under the Entitlement Offer.

The Company has determined, pursuant to section 9A(3)(a) of the *Corporations Act 2001* (Cth) and Listing Rule 7.7.1(a) of the ASX Listing Rules, that it would be unreasonable to make offers to shareholders in countries outside of Australia, New Zealand and the United Kingdom in connection with the Entitlement Offer.

The securities laws of many countries require the use of offer documents specific to that country or compliance with local laws for the Entitlement Offer to be made in those countries. Having regard to the number of shareholders in particular countries, the number and value of the Company's ordinary shares to which those shareholders would otherwise be entitled and the potential cost of compliance with local laws to make the Entitlement Offer in those countries, the Company has limited the countries in which the Entitlement Offer will be made.



Unfortunately, according to our records, you do not satisfy the eligibility criteria for an Eligible Shareholder stated above.

Accordingly, in compliance with ASX Listing Rule 7.7.1(b), the Company wishes to advise you that it will not be extending the Entitlement Offer to you and you will not be able to subscribe for new shares under the Entitlement Offer.

As an ineligible shareholder you are not required to do anything in response to this letter.

On behalf of the directors and management of the Company, we regret that you are not eligible to participate in the Entitlement Offer and thank you for your continued support.

Yours sincerely,

James McBrayer
Managing Director and Company Secretary

For more information, please contact:

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