



27 June 2017

Dear Shareholder

Notice to Ineligible Shareholders of Renounceable Rights Issue

On 23 June 2017, Alicanto Minerals Limited (ACN 149 126 858) (**Company**) announced that the Company would be conducting a pro-rata renounceable rights issue. The rights issue is being made pursuant to a prospectus which was lodged with the Australian Securities and Investments Commission and the ASX on 26 June 2017 (**Prospectus**).

Pursuant to the Prospectus, this issue comprises up to 21,314,062 fully paid ordinary shares in the capital of Company (Shares) on the basis of one (1) Shares for every four (4) Shares held at 5.00pm (WST) on 3 July 2017 (**Record Date**) at an issue price of \$0.14 per New Share (**Entitlement**), together with 1 free attaching New Option for each 2 New Shares subscribed for, each exercisable into one Share at \$0.28 on or before 28 July 2019, to raise up to approximately \$3.0 million (before issue costs) (**Rights Issue**).

The Company has applied for quotation of the new Shares and Options but notes that the quotation of the New Options will be subject to satisfaction of the ASX Listing Rules requirements.

Ineligible Shareholders

The Company has decided that it is unreasonable to extend the Rights Issue to shareholders with a registered address outside Australia or New Zealand as at the record date (**Ineligible Shareholders**), having regard to the number of such shareholders, their holdings and the compliance costs required to extend the Rights Issue to these shareholders.

According to our records, you are an Ineligible Shareholder and Therefore, the Company will not be sending you a copy of the Prospectus as the Company is unable to extend to you the opportunity to participate in the Rights Issue. You should not seek to obtain a copy of the Prospectus by other means as no offer is being made to you under the Prospectus to subscribe for securities in the Company.

As the Rights Issue is renounceable, the Company has appointed a nominee to arrange for the sale of the entitlement that would have been given to you. If the entitlements are sold, the proceeds of sale will be distributed to you (after deducting the costs of the sale).

You do not need to take any action in relation to the Rights Issue.

Should you have any queries please contact the Company Secretary on +61 8 6489 0700.

End

Jamie Byrde
Company Secretary