



OIL BASINS LIMITED

ABN 56 006 024 764

27 September 2017

Dear Sir/Madam

Oil Basins Limited ACN 006 024 764 - renounceable rights issue - notice to option holder

The option register for Oil Basins Limited (**Company**) indicates that you are the holder of options to acquire ordinary shares in the capital of the Company (**Options**).

In accordance with the terms of issue of the Options, notice is given that the Company intends to undertake a renounceable pro-rata rights issue of new shares to eligible shareholders on the basis of 9 new shares for every 5 existing shares held at an issue price of \$0.003, to raise approximately \$1,554,154.19 before costs with one free attaching option exercisable at \$0.005 (**Rights Issue**).

As an option holder, you are permitted to participate in the Rights Issue **only** in the event that you:

1. have **exercised your existing Options** prior to the record date selected by the Company for determining entitlements to participate in the new share issue, being 7.00pm (AEDST time) on 3 October 2017 (**Record Date**); and
2. have a registered address in Australia or New Zealand.

The Rights Issue is being made in accordance with section 713 of the *Corporations Act 2001* (Cth). Accordingly, the Company will prepare and send Prospectus for the Rights Issue to all eligible shareholders on 6 October 2017.

Yours faithfully

Carl Dumbrell
Director