



28 January 2020

Dear Option Holder

YOUR OPTIONS TO ACQUIRE HORIZON MINERALS LIMITED SHARES AT \$0.6988 PER SHARE EXPIRE ON 28 FEBRUARY 2020

Under paragraph 6.1 of Appendix 6A of the Australian Securities Exchange (ASX) Listing Rules, the Company is required to advise option holders of the information contained in this notice.

We are writing to you as a registered holder of unlisted options in Horizon Minerals Limited to remind you that the **options will expire at 5:00pm (WST) on 28 February 2020.**

Your option holding may be exercised in whole or in part by payment of \$0.6988 for each option by no later than 28 February 2020. If payment is not received by 5:00pm (WST) on 28 February 2020 the options will lapse and all rights under the options will cease at that time.

Some of the courses of action available to you as a holder of these soon to expire options are:

1. Exercise all or a portion of your options

You may complete the enclosed 'Notice of Exercise of Options' form in full, sign it and send it to the Company's registered office by post. Exercise of Options will be completed and processed in accordance with the Terms of Options set out on the back of the Notice of Exercise of Options form. In particular, please note that Options will not be exercised before 28 February 2020, regardless of when the payment is received. Payment must be made by Cheque, payable to Horizon Minerals Limited. Alternatively, you can pay by EFT using the details on the form.

2. Do Nothing

If you choose to do nothing, your Options will expire at 5.00pm (WST) on Friday, 28 February 2020 and have no value.

The market sale price of ordinary shares in Horizon Minerals Limited on ASX was 11.5 cents on 24 January 2020, being the last trading day in Perth prior to the date of this notice.

During the three (3) months preceding the date of this notice:

- the highest market sale price of ordinary shares on ASX was 13 cents on 15 November 2019; and
- the lowest market sale price of ordinary shares on ASX was 8.1 cents on 24 December 2019.

There is no obligation on option holders to exercise their options.

If you have any further questions please do not hesitate to contact me.

Kind regards



Bianca Taveira
Company Secretary

E: bianca.taveira@horizonminerals.com.au

T: 08 9386 4699



ACN 007 761 186

TERMS AND CONDITIONS OF OPTIONS EXPIRING 28 FEBRUARY 2020

The terms of the issue of the Unlisted Options are:

- (a) Each Option entitles the holder to one fully paid ordinary share (**Share**) in the capital of the Company.
- (b) Each Option may be exercised at any time prior to 5:00pm WST on 28 February 2020 ("**Expiry Date**"). An Option not exercised before the Expiry Date will automatically lapse on the Expiry Date.
- (c) The exercise price of each Option is \$0.6988.
- (d) The Company will provide to each Option holder a notice that is to be completed when exercising the Options ("**Notice of Exercise**"). Options may be exercised by the Option holder in whole or in part by completing the Notice of Exercise and forwarding the same to the Secretary of the Company to be received prior to the Expiry Date. The Notice of Exercise must state the number of Options exercised, the consequent number of Shares to be allotted and the identity of the proposed allottee. The Notice of Exercise by an Option holder must be accompanied by payment in full for the relevant number of Shares being subscribed, being an amount of the exercise price per Share.
- (e) All Shares issued upon the exercise of the Options will rank equally in all respects with the Company's then issued Shares. The Company must apply to the ASX in accordance with the ASX Listing Rules for all Shares issued pursuant to the exercise of Options to be admitted to quotation.
- (f) There are no participating rights or entitlements inherent in the Options and the holders will not be entitled to participate in new issues or pro-rata issues of capital to Shareholders during the term of the Options. Thereby, the Option holder has no rights to a change in the exercise price of the Option or a change to the number of underlying securities over which the Option can be exercised. The Company will ensure, for the purposes of determining entitlements to any issue, that the Option holder will be notified of a proposed issue after the issue is announced. This will give Option holders the opportunity to exercise their Options prior to the date for determining entitlements to participate in such issues.
- (g) In the event of any reconstruction (including consolidation, subdivision, reduction or return) of the issued capital of the Company, all rights of the Option holder shall be reconstructed (as appropriate) in accordance with the Corporations Act 2001 (Cth) and the ASX Listing Rules.
- (h) Each Option is transferable subject to any restriction or escrow arrangements imposed by ASX or under applicable Australian securities law.
- (i) The Company will not apply to ASX for quotation of the Options.

NOTICE OF EXERCISE OF OPTIONS

HORIZON MINERALS LIMITED

ACN 007 761 186

Registered Office

163-167 Stirling Highway
Nedlands WA 6009
T: 08 9386 9534 F: 08 9389 1597
E: info@horizonminerals.com.au

Share Registry

Computershare Investor Services Pty Limited
GPO Box D182
Perth WA 6840
T: 08 9323 2000 F: 08 9323 2033

To the Directors, Horizon Minerals Limited

I/We _____

SRN: _____

of _____

being the registered holder of Options hereby exercise such Options to subscribe for _____

Ordinary Fully Paid Shares at \$0.6988 per share. I/We enclose application money of AUD\$ _____

and authorise you to register me/us as the holder of the shares to be allotted to me/us and I/we agree to accept such shares subject to the Rules of the Constitution of the Company.

Individual or Securityholder 1

Securityholder 2

Securityholder 3

Date

Director

Director/Secretary

Sole Director/Secretary

Day/Month/Year

Contact Name

Contact Number



CHEQUE/ELECTRONIC TRANSFER

EFT

Account Name: Horizon Minerals Limited
BSB: 086-131
Account Number: 65-681-6483
Reference: Holder Name
*Email this application and receipt to
bianca.taveira@horizonminerals.com.au

CHEQUE

This application, with application money in Australian Currency,
to be posted to:

Horizon Minerals Limited
PO Box 1104
Nedlands WA 6909

before the Expiry Date being 28 February 2020.

NOTE: All cheques (expressed in Australian currency) are to be made payable to HORIZON MINERALS LIMITED, crossed "Not Negotiable". Do not forward cash as receipts will not be issued.

Sufficient cleared funds should be held in your account as your acceptance may be rejected if your cheque is dishonoured.

Cheques or bank drafts drawn on overseas banks in Australian or any foreign currency will NOT be accepted. Any such cheques will be returned.

It is the Applicant's responsibility to ensure cheques are submitted timely so clearances have been made by the closing date and time.