



10 April 2014

Dear Shareholder

## **NON-RENOUNCEABLE RIGHTS ISSUE – LETTER TO INELIGIBLE SHAREHOLDERS**

Resource Star Limited (**Resource Star** or **the Company**) has announced a non-renounceable entitlement issue on the basis of one (1) New Share for every one (1) Share held by shareholders at 5.00pm on the record date of 17 April 2014 at \$0.004 per New Share together with one (1) free attaching listed option for every two (2) New Shares issued with an exercise price of \$0.004 on or before 31 March 2016 (**Rights Issue**).

The Rights Issue will result in the issue of approximately 156,000,000 New Shares and 78,000,000 Listed Options and will raise approximately \$624,000 (before expenses).

Following completion of the Rights Issue, the Company will have issued approximately 156,000,000 New Shares resulting in total Shares on issue of approximately 311,998,560.

Truestone Capital Limited has entered into an Underwriting Agreement with the Company to fully underwrite the Rights Issue. The Company will pay Truestone Capital Limited an underwriting fee of 6% of the total amount raised pursuant to the Rights Issue plus a \$5,000 initial fee.

The Rights Issue is being undertaken pursuant to a Prospectus that was lodged with the Australian Securities and Investments Commission on 08 April 2014. The Prospectus is available on the ASX website [www.asx.com.au](http://www.asx.com.au).

The Offer is only being made to shareholders of the Company (**Shareholders**) named on its register of members at 5.00pm (WST) on 17 April 2014, whose registered address is in Australia or New Zealand.

**This letter is to inform you that you are not eligible to participate in the Rights Issue.** This letter is not an offer to issue New Shares in the Company, nor an invitation to apply for New Shares. You are not required to do anything in response to this letter.

Shareholders who are eligible to participate in the Rights Issue are those persons who:

1. Are registered as a shareholder of the Company as at 5.00pm (WST) on 17 April 2014; and
2. Have a registered address in Australia or New Zealand.

In accordance with the Listing Rule 7.7.1 of the ASX Listing Rules, the Company has considered that it would be unreasonable given the number of shareholders with registered addresses outside of Australia and New Zealand and the size of the shareholdings held by those shareholders to offer them the Rights Issue.

According to our records, you do not satisfy the eligibility criteria to participate in the Rights Issue as stated above and accordingly, the Company wishes to advise that in accordance with ASX Listing Rule 73.7.1, the Rights Issue will not be extended to you, you will not be able to subscribe for New Shares through the Rights Issue and you will not be sent the Prospectus.

On behalf of the Board of Resource Star and management, we regret that you are not eligible to participate in the Rights Issue and thank you for your continued support.



**Eryn Kestel**  
**Company Secretary**