

**Tanga Resources Limited**

**Ground Floor  
63 Hay Street  
Subiaco WA 6008  
t: +61 (8) 9 381 5686**



15 February 2016

Dear Optionholder

**Non-Renounceable Rights Offer – Notice to Optionholders**

On 15 February 2016 **Tanga Resources Limited** ACN 141 940 230 (**Company**) announced that the Company would be conducting a pro-rata non-renounceable entitlement issue to eligible shareholders of approximately 30,532,869 fully paid ordinary shares (**Shares**) at an issue price of \$0.05 per Share on the basis of one New Share for every eleven Shares held at 5:00pm (WST) on 29 February 2016 (**Record Date**), to raise approximately \$1.5 million before expenses (**Offer**).

The Offer will be made to all registered shareholders on the Record Date who are recorded on the Company's register as residing in Australia or New Zealand (**Eligible Shareholders**). All other shareholders are not eligible to participate in the Offer.

The Offer is made pursuant to an Offer Document released to the Australian Securities Exchange (**ASX**) on 15 February 2016. It is anticipated that the Offer Document will be sent to all shareholders in Australia and New Zealand on 1 March 2016.

**Optionholders**

The terms and conditions of the options you currently hold do not entitle you to participate in the Rights Offer unless you exercise your options and are entered onto the register as a shareholder on or before the Record Date. The purpose of this letter is to give you notice prior to the Record Date in which you may exercise your options should you wish to participate in the Offer, provided that after exercising your options, you will be an Eligible Shareholder.

An option exercise form is attached to this letter if you wish to exercise your options. This form must be received by the Company or the share registry, along with payment of the option exercise price, before the Record Date. Please ensure that you provide contact details on the form if we need to contact you about your option exercise.

**Proposed Timetable**

<b> Lodgment of Offer Document and Section 708AA(2)(f) Notice with ASX</b> (Prior to trading commencing)	15 February 2016
<b> Notice sent to Security holders</b>	15 February 2016
<b> "Ex Date"</b>	25 February 2016
<b> Record Date</b> The Company determines eligible shareholders	29 February 2016
<b> Despatch of Offer Document</b> Offer Document sent to all eligible shareholders.	1 March 2016
<b> Closing Date</b> The date on which the Entitlement Offer closes. Applications must be received by 5:00 pm (WST).	15 March 2016
<b> Notification of shortfall to ASX (shares comprising the Excess Entitlement Offer)</b>	18 March 2016
<b> Issue Date</b> The date upon which the Shares are issued.	22 March 2016
<b> Share Trading Date</b> The date upon which New Shares commence trading on the ASX.	23 March 2016

*The above dates are indicative only. The Company reserves the right, subject to the Corporations Act and the ASX Listing Rules, to extend the Closing Date or to withdraw the Offer at any time without prior notice. If you have any queries concerning the Offer please contact the Company Secretary on 61 8 9382 8822.*

Yours faithfully,

**TANGA RESOURCES LIMITED**

**Graeme Smith**  
Company Secretary