

13 June 2019

**Leyshon Resources Limited (Administrator appointed) ACN 010 482 274
(the Company)**

Circular to Shareholders

I confirm that I was appointed voluntary administrator of the Company on 22 May 2019.

The investigation into the affairs of the Company is almost concluded and it appears that the only realisable asset of the Company is likely to be cash at bank.

Whilst I have not yet convened the second meeting of creditors, it would appear that the proposed Deed of Company Arrangement (**DOCA**) outlined by directors should result in a better outcome for creditors than liquidation. However some creditors will not be paid in full.

On the basis that creditors will almost certainly be paid less than 100 cents in the dollar, as voluntary administrator of the Company, pursuant to Sec 104.145 of the Income Tax Assessment Act 1997, I have reasonable grounds to believe there is no likelihood that shareholders will receive any distribution in the course of the Administration or proposed DOCA.

The individual circumstances of shareholders vary greatly. Accordingly, this notice cannot be considered as taxation consulting advice. Shareholders should seek their own professional taxation advice before relying on this statement.

Yours faithfully
Leyshon Resources Limited (Administrator appointed)



James Thackray
Administrator