



16 May 2025

Dear Optionholder

Non-Renounceable Entitlement Offer

On 1 May 2025, HITIQ Limited ACN 609 543 213 (**Company**) announced that it is undertaking a non-renounceable pro-rata entitlement offer of 1 new Share (**New Share**) for every 3 Shares held at the Record Date of 7.00pm on 21 May 2025 (**Record Date**), at an issue price of \$0.022 (2.2 cents) per New Share (**Issue Price**) (**Entitlement**), plus 1 free attaching option for every 2 New Shares issued under the offer exercisable at \$0.022 per option on or before 30 December 2028 (**New Option**) (collectively, **Entitlement Offer**) to raise a up to approximately \$2.92 million (before costs). The Company intends to apply to list the New Options on the ASX as an additional quoted class of securities in the Company.

The maximum number of New Shares issued will be 132,823,847 New Shares pursuant to the Entitlement Offer. The Entitlement Offer is partially underwritten to \$1,202,860.20 by GBA Capital Pty Ltd (**Underwriter**). All Directors intend to participate in the Entitlement Offer and the majority are also participating as sub-underwriters to a total of approximately \$66,860.20.

Shareholders who subscribe for their full Entitlement will also be able to subscribe for additional New Shares at the same price and will also be issued 1 New Option for every 2 New Shares issued to them in addition to their Entitlement (**Shortfall Offer**). The Directors have reserved the right for up to 3 months after the close of the Entitlement Offer to place any shortfall under the Entitlement Offer.

The Entitlement Offer and the Shortfall Offer (together, the **Offers**) are being made pursuant to a prospectus dated 15 May 2025 issued in accordance Section 713 of the Corporations Act 2001 (**Prospectus**). A copy of the above announcement, together with further details of the Offers, are available on the Company's website (www.hitiq.com) and also on the ASX Announcement Platform.

You are the holder of listed options to purchase Shares in the Company. The Entitlement Offer is only available to holders of Shares in the Company, and not with respect to Shares that underly any options that have not been exercised. This letter is not an offer of securities in the Company. The purpose of this letter is to advise you that you are not entitled to participate in the Entitlement Offer (with respect to any Shares that underly your options) without first exercising some or all of your options. The exercise of your options needs to be completed before the Record Date.

If you decide to exercise some or all of your options before the Record Date, the Shares that issue upon that exercise of those options will be included in your shareholding as at the Record Date. Your aggregate holding of Shares at the Record Date determines the extent of your entitlement to participate in the Entitlement Offer.

If you do not wish to participate in the Entitlement Offer (with respect to any Shares that underly your options), you need take no action in relation to your options.



ASX ANNOUNCEMENT

The anticipated timetable for the Entitlement Offer is as set out below. The timetable is indicative only and subject to change. Subject to the Corporations Act 2001 and the ASX Listing Rules, the Directors reserve the right to vary these dates, including the Closing Date. The Directors also reserve the right not to proceed with the Entitlement Offer (or any part of it) at any time prior to allotment. In that event, any application money received under the Entitlement Offer will be returned without interest.

EVENT	DATE
Announcement of Entitlement Offer and lodgement of Appendix 3B	1 May 2025
Lodgement of Prospectus with the ASIC & ASX	15 May 2025
Ex date	20 May 2025
Record Date for determining Entitlements	21 May 2025
Opening date of the Offers, Prospectus sent out to Shareholders and Company announces this has been completed	26 May 2025
Last day to extend the Closing Date	3 June 2025
Closing Date as at 5:00pm AEST	6 June 2025
ASX and Underwriter notified of under subscriptions	10 June 2025
Securities quoted on a deferred settlement basis	10 June 2025
Underwriter subscribes for Shortfall under terms of Underwriting /Sub-Underwriting Agreement	11 June 2025
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the Securities	12 June 2025
Quotation of Securities issued under the Entitlement Offer	13 June 2025
General Meeting	Late June 2025
Secondary Offers Closing Date as at 5:00pm AEST **	26 June 2025
Issue and quotation of New Options under the Secondary Offers **	27 June 2025

*The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date. Accordingly, the date the Securities are expected to commence trading on ASX may vary.

**The above dates are indicative only and may change without notice. The Company reserves the right to extend the Secondary Offer Closing Date or close the Secondary Offers early without prior notice.

The particulars of the Entitlement Offer are contained in the announcement made on 1 May 2025. A copy of the Prospectus was lodged with the Australian Securities and Investments Commission (ASIC) and the ASX on 15 May 2025 and is available for viewing on the ASX website, ASIC website and the Company's website (www.hitiq.com). The Prospectus and the Entitlement and Acceptance Form, or access thereto, are expected to be sent to all eligible Shareholders on the same day.

Please ensure you read the Prospectus in its entirety and refer to the Company's ASX announcements before considering whether to participate in the Offer. If in any doubt you should consult your professional advisor.



ASX ANNOUNCEMENT

For further information on your Entitlement please contact the Company's share registry, Automic Registry Services Pty Ltd, on 1300 288 664 (within Australia) or +61 2 9698 5414 (outside Australia) between 8:30am and 5:00pm AEST (Australian Eastern Standard Time).

Yours faithfully,

James Barrie
Company Secretary

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