



19 October 2016

Level 1
675 Murray Street
West Perth WA 6005

PO Box 1088
West Perth WA 6872
Phone +61 (0) 8 9479 5386
Fax +61 (0) 8 9475 0847
info@potashwest.com.au
www.potashwest.com.au

Dear fellow Potash West shareholder,

Attached is a prospectus for a bonus offer of Partly Paid Shares, which has been sent to all shareholders. The shares will be issued on the basis of one (1) new partly paid share for every four (4) shares held at the record date of 2 November 2016. The partly paid shares are deemed paid to \$0.001, unpaid to \$0.049. This action was foreshadowed in a shareholder update of 25 August 2016.

The new shares will rank equally with the existing 36 million partly paid shares (PWNCA) that are already issued and are listed on the ASX. If you are a complying shareholder on the record date you **DO NOT NEED TO TAKE ANY ACTION** to receive your bonus partly paid shares.

In the future PWN may make a call on the partly paid shares, to redeem part of the 4.9 cents still to pay. As Potash West NL is a No Liability company the holder of the partly paid shares have **NO OBLIGATION** to pay that call, and if they choose not to, would simply forfeit the shares.

If you require further information, please contact the Chief Financial Officer, Bob Van der Laan, on +61 8 9479 5386.

Patrick McManus
Managing Director
Phone +61 408 956 798
Patrick.McManus@potashwest.com.au