



ASX RELEASE

11th March 2011

Dear Option holder

Renounceable Rights Issue Offer – option holder participation

King Island Scheelite Limited (**KIS**) lodged an Information Booklet and Entitlement and Acceptance Form (**Offer Documents**), for a renounceable rights issue to raise up to \$4,054,294 with ASX Limited (**ASX**) on 11th March 2011.

Copies of the Offer Documents are available on the ASX website (www.asx.com.au) as well as the Company's website (www.kingislandscheelite.com.au).

Option holders may only participate in the rights issue if the options are exercised prior to the record date, being 22nd March 2011.

Please contact our share registry should you wish to exercise your options.

The share registry contact details are:

By delivery (not to be used if mailing)

King Island Scheelite Limited
C/- Computershare Investor Services
Reserve Bank Building, Level 2, 45 St Georges Terrace
Perth WA 6000

By post

King Island Scheelite Limited
C/- Computershare Investor Services
GPO Box D182
Perth WA 6840

Yours sincerely

Tony Haggarty
Chairman

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