

ASX RELEASE

2nd August 2012

KING ISLAND
SCHEELITE



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 \$1,000,000 with ASX Limited (**ASX**) on 2nd August 2012.

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 Monday 13 August 2012.

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
Level 1, 101 Sussex Street
Sydney NSW 2000

By post

King Island Scheelite Limited
C/- Computershare Investor Services
GPO Box 253
Sydney NSW 2001

Yours sincerely

Tony Haggarty
Chairman