



14th June 2013

Dear Shareholder

Preferred income equity securities

We are writing to you to give to you notice in accordance with clause 2.9(d) of the constitution of Pritchard Equity Limited that the company intends to convert your preferred income equity securities into A ordinary shares on 30 August 2013.

Clause 2.9 of the constitution provides in part:

Preferred income equity securities are also subject to the following conditions:

- (d) the company may convert preferred income equity securities into A ordinary shares at any time by giving 60 days written notice to security holders of the date on which the conversion is to take place;*
- (e) where preferred income equity securities are converted into A ordinary shares at the instance of either the holder of the securities or the company, a holding of m preferred income equity securities will be converted into a corresponding holding of $n = m \times 100 \times e / (a - i)$ A ordinary shares, where e is the total number of issued ordinary shares shown in the last audited accounts, a is the consolidated net assets of the group shown in the last audited accounts, expressed in dollars, and i is any minority equity interest shown in the last audited accounts, also expressed in dollars*

In accordance with the above, holders of preferred income equity securities will be issued with 95 A ordinary shares for each preferred income equity security that they hold.

Yours faithfully

PRITCHARD EQUITY LIMITED

A handwritten signature in blue ink, appearing to read "Steven Pritchard", is written over the company name.

STEVEN PRITCHARD
CHAIRMAN

Pritchard Equity Limited ABN 80 100 517 404

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