

8 June 2017

Dear Eligible Members,

IONIC INDUSTRIES LIMITED: OFFER INFORMATION STATEMENT

Extension of Closing Date of Entitlements Offer to 5.00 p.m. AEST on 20 June 2017

Following delays in despatch of Ionic Industries Limited's Offer Information Statement (OIS) to members which resulted from delay in the mail out, the Board of Ionic Industries Limited has resolved to **extend the closing date of the Rights Offer (and accompanying Shortfall Offer) under the OIS from 5.00 pm AEST on 8 June 2017 to 5.00 p.m. AEST on 20 June 2017** to enable Eligible Members to have further time to lodge their acceptances. The Board has also resolved to **extend closing date of the General Offer under the OIS from 5.00 pm AEST on 16 June 2017 to 5.00 p.m. AEST on 20 June 2017**.

Important key dates for the Rights Issue Offer (and Shortfall Offer) are now:

Closing Date for Rights Issue (including Shortfall Offer): Latest date for acceptance and payment in full for Entitlements under Rights Issue Offer and Shortfall Shares under Shortfall Offer	5.00 PM AEST 20 June 2017
Final date for allotment of New Shares and Options under Rights Issue Offer and Shortfall Offer ("Issue Date")	28 June 2017
Final date for despatch of Holding Statements for New Shares and Options allotted under Rights Issue Offer and Shortfall Offer	3 July 2017

The OIS is available on the Company's website: <http://www.ionicindustries.com.au/offer-information-statement-disclaimer/>

Eligible Members may apply for New Shares (and Options) using Entitlement and Acceptance Form despatched to them with the OIS in accordance with the instructions set out on that form but on the basis that the duly completed Entitlement and Acceptance Form and accompanying payment must be received by the Company by 5.00 PM AEST on 20 June 2017 in lieu of 5.00 PM AEST on 8 June 2017 for the Rights Issue (including Shortfall Offer) and in lieu of 5.00 PM AEST on 16 June 2017 for the General Offer.

New Shares (and Options) in the Company will only be issued on the basis of an Application form which either forms part of the OIS (in the case of the General Offer), or, in the case of the Rights Issue Offer, which comprises an Entitlement and Acceptance Form which was despatched with the OIS to Eligible Members.

None of the circumstances set out in section 219 of the Corporations Act 2001 have arisen in relation to the Company and the Company is not required to lodge a supplementary OIS.

Yours faithfully,



Simon Savage

Managing Director