

15 December 2017

Dear Optionholder

AUMAKE INTERNATIONAL LIMITED – PRO-RATA NON-RENOUNCEABLE ENTITLEMENT ISSUE

As announced on 13 December 2017 AuMake International Limited (ACN 150 110 017) (**AuMake**) is undertaking a 2:15 pro rata non-renounceable entitlement issue (**Entitlement Issue** or **Offer**) of approximately 31,900,431 fully paid ordinary shares (**New Share**) to raise approximately \$20,097,271. The price of New Shares under the Offer is \$0.63 each (**Issue Price**). The Company lodged a prospectus for the Offer (**Prospectus**) with ASIC and ASX on 13 December 2017.

The Offer is fully underwritten by Prenzler Group Pty Ltd (AFSL 456663) (**Underwriter**). The Company must pay the Underwriter an underwriting fee of 4% of the total amount raised pursuant to the Offer. The Company must also reimburse the Underwriter for costs incidental to the Offer.

The purpose of the Entitlement Offer is to raise up to \$20,097,271.

The funds raised from the Entitlement Offer are planned to be used in accordance with the table set out below:

Item	Proceeds of the Entitlement Offer	Full Subscription (\$)	%
1.	Retail Store Expansion	10,000,000	49.76%
2.	China Support Team	2,000,000	9.95%
3.	Increasing AuMake owned product inventory	3,000,000	14.93%
4.	Expansion of marketing and supply chain resources	500,000	2.49%
5.	Expenses of the Offer	900,493	4.48%
6.	Working capital	3,696,778	18.39%
	Total	20,097,271	100.00

The Offer is being made to all shareholders of the Company (**Shareholders**) named on its register of members at 5:00 pm (WST) on 19 December 2017, with an "ex" date of 5:00 pm (WST) on 18 December 2017, and whose registered addresses are in Australia or New Zealand.

New Shares will rank equally with all fully paid ordinary shares in the capital of the Company (**Shares**) already on issue.

Following completion of the Offer, the Company will have issued approximately 31,900,431 New Shares resulting in total Shares on issue of approximately 271,153,661.

Optionholders

The terms and conditions of the options you currently hold do not entitle you to participate in the Entitlement Issue unless you exercise your options in time for new shares to be allotted and to be entered on the Company's register of members on or before 5:00 pm (WST) on 19 December 2017 (**Record Date**).

To exercise your options and thereby participate in the Rights Issue, you will need to deliver the following to the Company at 42 Percy Street Auburn NSW 2144:

- (a) a notice of exercise of options (attached to this letter);
- (b) an option certificate (where the options are certificated) or a copy of a holding statement (where the options are uncertificated) in respect of those options to be exercised;
- (c) Payment for the exercise price in respect of those options to be exercised by way of a cheque made payable to "AuMake International Limited"; and
- (d) as your option are currently escrowed, the Company will also have to liaise with ASX.

To ensure that your new shares are allotted prior to the Record Date, the above must be received by AuMake and correspondence with ASX must occur by **no later than** 5:00 pm 18 December 2017. If received after this date, allotment of new shares prior to the Record Date cannot be assured.

Before deciding whether to exercise any or all of your options, you should read the Prospectus in its entirety.

If you have any queries concerning the Entitlement Issue, or the action you are required to take to subscribe for New Shares, please contact your financial adviser or Peter Zhao, AuMake's Company Secretary, on +61 8 9323 2000.

Yours sincerely

Keong Chan
Executive Chairman
AuMake International Limited