

May 4, 2017

LETTER FROM THE CHAIRMAN

Dear CDI holder,

On behalf of the Board of Simavita Limited ARBN 165 831 309 (**Simavita or the Company**), I invite you to participate in the Company's non-renounceable pro-rata entitlement offer of 1 New CDI for every 7 CDIs held at the Record Date of 7.00pm (AEST) on 8 May 2017, at an Issue Price of \$0.04 per New CDI (**Offer**).

The Offer is summarised as follows:

- Australian and New Zealand residents holding Simavita Limited CDIs may subscribe under the Rights Issue for 1 new CDI for every 7 held as at the record date of 7.00pm (AEST) on 8 May 2017.
- New CDI's are priced at 4 cents per new CDI and enables existing Holders to participate in the Company's financing program at the same price as sophisticated and institutional investors who participated in the Company's recent Placement of CDIs as described below.
- The Offer of approximately 35,885,265 New CDIs may raise up to \$1.435 million (before the costs of the Offer and fees of the Underwriter).
- Holders may subscribe for additional CDIs beyond their entitlement of 1 for 7 on the basis that some existing Holders may be either ineligible (non Australian or New Zealand residents together with Directors of Simavita and related parties of the Company) or may fail to fully take up their Rights. This additional ability is restricted only to eligible holders and is referred to as a Top Up Facility.
- At the time of this letter, the Rights Issue appears to be well supported and has been underwritten to an amount of \$700,000 by Lodge Corporate Pty Ltd.

The Rights Issue Offer is to be made pursuant to s708AA of the Corporations Act and the offer document has been lodged with the ASX. A copy of that document can be accessed on the ASX website or Simavita's website. For those eligible CDI holders, the Rights Issue Offer document is anticipated to be despatched (with personalised application forms) on or around 11 May 2017.

The funds from the Entitlement Offer are important and will be applied as working capital for the Company's key objectives. In particular, Simavita will focus upon delivering its strategy of inexpensive, easy to use, continence sensor technology, particularly to mass markets in key geographies. Simavita will similarly aim to enter into partnership arrangements with large manufacturing firms to deliver this technology to market.

The Company will continue to actively manage its cost structure and will reduce operating costs where possible.

Transaction Timetable*

Event	Date
Announcement of the Offer	Wednesday, 3 May 2017
Lodgement of cleansing Notice, Appendix 3B and Offer Document with ASX	
Notice sent to Eligible CDI holders	Thursday, 4 May 2017
"Ex" date for the Offer (being the date that CDIs start trading without the Entitlements to participate in the Offer)	Friday, 5 May 2017
Record Date to determine Entitlements under the Offer	Monday, 8 May 2017
Opening Date of Offer	Thursday, 11 May 2017
Despatch of the Offer Document and Entitlement & Acceptance Form to Eligible CDI holders	
Closing Date for acceptances under the Offer	5.00pm (AEST) on Monday, 22 May 2017
New CDIs quoted on a deferred settlement basis	Tuesday, 23 May 2017
ASX notified of under subscriptions under the Offer	Thursday, 25 May 2017
Issue of the New CDIs (Deferred settlement trading of New CDIs ends)	Monday, 29 May 2017
Trading of New CDIs expected to commence	Tuesday, 30 May 2017

* The above dates are indicative only and subject to change. The Company reserves the right, subject to the Corporations Act and the Listing Rules, to extend the Closing Date or to withdraw the Offer at any time without prior notice, in which case all Application Monies will be refunded (without interest) as soon as practicable. Any extension of the Closing Date will have a consequential effect on the issue date of New CDIs.

As a Board, we appreciate the support of our existing CDI holders and we have been mindful of providing existing CDI holders the first opportunity to maintain or increase their investment in the Company.

We look forward to your participation in the Rights Issue Offer.

Yours sincerely,



Michael Spooner
Chairman, Simavita Limited

4 May 2017

Dear Option Holder

NON-RENOUNCEABLE RIGHTS ISSUE

Simavita Limited (**Simavita** or the **Company**) announced on 3 May 2017 a 1 for 7 entitlement issue to CDI holders to raise up to approximately \$1.435m (Entitlement Issue or Offer).

The Offer will be a 1 for 7 entitlement issue to CDI holders of up to 35,885,265 new fully paid CHES Depository Interests (**New CDIs**) at an issue price of \$0.04 each to raise up to approximately \$1.435m, before costs.

The Entitlement Issue will be offered to CDI holders registered at the Entitlement Record Date (as defined below) with a registered address in Australia or New Zealand (**Eligible Shareholders**) on the basis of one (1) New CDI for every seven (7) CDIs held.

Simavita has announced the record date of 7:00pm on 8 May 2017 for the purposes of determining CDI holders entitled to participate in the Entitlement Issue (Entitlement Record Date). An offer document containing full details of the Entitlement Issue will be despatched to all Eligible CDI holders on 11 May 2017. The offer document will be available on the ASX website (company announcements section, ASX code: SVA).

Under the terms of the options you currently hold, there is no entitlement to participate in the Entitlement Issue, unless you exercise your options and are entered onto the register as an Eligible CDI holder on or before the Entitlement Record Date. Under the terms of your options you are entitled to receive notice of the record date set for the purposes of determining entitlements to any new issue of capital. The purpose of this letter is to give you that notice in order to permit you to participate in the Entitlement Issue, should you wish to do so.

If you are not a CDI holder and wish to participate in the Entitlement Issue, or if you are already a CDI holder but also wish to participate in the Entitlement Issue in respect of your option holdings, it will be necessary for you to exercise all or part of your options, (assuming the exercise conditions have been met) and the CDIs in respect of those options must have been issued to you before the Entitlement Record Date. If you wish to do so, you should complete a Notice of Exercise of Options and lodge it with the Company, together with your payment for the number of options you wish to exercise. If the Notice of Exercise of Options together with payment in full for the relevant number of options being exercised is not received by 11 May 2017, you will not be able to participate in the Entitlement Issue in respect of the CDIs to be issued upon exercise of those options.

If you do not wish to participate in the Entitlement Issue (in respect of your options), you do not need to take any action.

This letter is only intended to inform you of your rights in relation to your options. This letter is not an offer or an invitation to acquire shares in Simavita or to participate in the Entitlement Issue.

If you require further information, please contact Company Secretary, Ms Peta Jurd, on +61 2 8405 6361.

NOT FOR RELEASE OR DISTRIBUTION IN THE UNITED STATES

4 May 2017

Dear CDI holder

Simavita Limited Entitlement Offer – Notification to Ineligible CDI holders

On 3 May 2017, Simavita Limited (ABRN 165 831 309) (**Simavita** or the **Company**) announced a non-renounceable pro rata entitlement offer of up to 35,885,265 new fully paid CHES Depository Instruments in the Company (**New CDIs**) at an issue price of A\$0.04 per New CDI (**Entitlement Offer**) to raise up to approximately A\$1.435 million before costs and expenses.

Unfortunately, you are not eligible to participate in the Entitlement Offer due to the prohibitive cost of complying with the legal and regulatory requirements of the 5 other jurisdictions where the Company's CDI holders reside.

This letter is to inform you about the Entitlement Offer, and to explain why unfortunately you will not be able to subscribe for New CDIs under the Entitlement Offer. This letter is not an offer to issue New CDIs to you, nor an invitation for you to apply for New CDIs. You are not required to do anything in response to this letter.

The Entitlement Offer

The Entitlement Offer is expected to raise approximately A\$1.435 million.

The Entitlement Offer is being made without disclosure in accordance with section 708AA of the Australian Corporations Act 2001 (Cth) as modified by ASIC Class Order 08/35.

The Entitlement Offer is being made to Eligible CDI holders (as defined below) on the basis of 1 New CDI for every 7 existing CDIs in Simavita held at 7.00pm (Sydney time) on Monday, 8 May 2017 (**Record Date**), at an offer price of \$0.04 per New CDI.

Documents relating to the Entitlement Offer were lodged with the ASX yesterday and are expected to be despatched to Eligible CDI holders on or before Thursday, 11 May 2017.

The Entitlement Offer is partially underwritten by Lodge Corporate Pty Ltd (ACN 125 323 168) (**Underwriter**).

Eligibility to participate in the Entitlement Offer

An Eligible CDI holder is a holder of CDIs in Simavita who:

- (a) was a registered holder of Simavita CDIs as at 7.00pm (Sydney time) on the Record Date;
- (b) has a registered address in Simavita's share register in Australia or New Zealand;

- (c) is not in the United States or a person (including nominees or custodians) acting for the account or benefit of a person in the United States; and
- (d) is eligible under all applicable securities laws to receive an offer under the Entitlement Offer.

The restrictions upon eligibility under the Entitlement Offer arise because of the prohibitive cost of complying with the legal and regulatory requirements in countries other than Australia or New Zealand.

Simavita has determined, pursuant to section 9A(3)(a) of the Corporations Act and Listing Rule 7.7.1(a) of the ASX Listing Rules, that it would be unreasonable to make offers to CDI holders in countries outside Australia or New Zealand in connection with the Entitlement Offer.

Unfortunately, according to our records you do not satisfy the criteria for an Eligible CDI holder, accordingly, in compliance with ASX Listing Rule 7.7.1(b) and section 9A(3)(b) of the Corporations Act, Simavita wishes to advise you that it is unable to extend to you the opportunity to participate in the Entitlement Offer. If our records are incorrect on this matter, please contact the Company Secretary on the details below. You will not be sent the documents relating to the Entitlement Offer or be able to subscribe for New CDIs under the Entitlement Offer.

You do not need to respond to this letter. If you have questions in relation to any of the matters described above, please contact the Company Secretary on +61 2 8405 6300 from 8.30am to 5.30pm (Sydney time), Monday to Friday.

On behalf of the Board of Simavita, we thank you for your continued support.

Yours faithfully



Michael Spooner
Chairman

Important Notices

This notice is issued by Simavita Limited. This notice is not a prospectus or offering document under Australian law or under any other law. It is for information purposes only and does not constitute an offer, invitation or recommendation to subscribe for, retain or purchase any securities in Simavita in any jurisdiction. This letter does not constitute financial product advice and does not and will not form part of any contract for the acquisition of Simavita CDIs.

This letter does not constitute an offer to sell, or the solicitation of an offer to buy, any securities in the United States or any other country. No action has been or will be taken to register, qualify or otherwise permit a public offering of the New CDIs in any jurisdiction outside Australia and New Zealand. In particular, the New CDIs to be offered and sold in the Entitlement Offer have not been, and will not be, registered under the U.S. Securities Act of 1933 (the "U.S. Securities Act") or the securities laws of any state or other jurisdiction of the United States. Accordingly, the New CDIs may not be offered or sold to persons in the United States except in a transaction exempt from, or not subject to, the registration requirements of the U.S. Securities Act and applicable U.S. state securities laws.

Because of legal restrictions, you must not send copies of this letter or any material in relation to the Entitlement Offer to any person outside Australia and New Zealand. Failure to comply with these restrictions may result in violations of applicable securities law.

The provision of this document is not, and should not be considered as, a securities recommendation or financial product advice. The information in this document is general information only, and does not take into account your individual objectives, taxation position, financial situation or needs. Before acting on the information, you should consider the appropriateness of the information, having regard to your objectives, taxation position, financial situation or needs. If you are unsure of your position, please contact your stockbroker, accountant, taxation adviser, financial adviser or other professional adviser.