

28 March 2012

Dear Option holder

Pro-Rata Non-Renounceable Rights Issue – Notification to Option holders

Today, Genesis Resources Limited (**Genesis** or the **Company**) formally announced that it would undertake a fully underwritten 1 for 2 pro-rata non-renounceable rights issue at 4.5 cents per new share with 1 free attaching option (exercisable at 10 cents and expiring 2 years from its date of issue) for every new share subscribed to raise approximately \$1.19 million (the **Offer**), and that the Offer would be extended only holders of ordinary shares in the Company with a registered address in Australia or New Zealand as at 7:00pm (Melbourne time) on Thursday 5 April 2012 (**Record Date**).

You hold options over unissued shares in Genesis. If you want to ensure that you receive an entitlement to participate in the Offer in relation to some or all of these unissued shares (assuming you have a registered address in Australia or New Zealand), you will need to exercise the appropriate number of your options by Monday 2 April 2012, to allow sufficient time before the Record Date to allow the underlying unissued shares to be issued to you.

If you are considering exercising options, please consider carefully if you should do so bearing in mind your personal circumstances, including considering the exercise price for your options which is above the current ASX price for Genesis shares and above the issue price under the Offer. You are encouraged to read in full the Company's Offer Information Statement released to the ASX and market earlier today containing the key terms of the Offer.

If you have any queries in relation to:

- your options – please contact Genesis' company secretary Sophie Karzis on 03 9665 0460; or
- the Offer – please contact Genesis' share registry on 1300 850 505 (within Australia) or +613 9415 4000 (outside Australia).

Yours faithfully



Eddie Pang
Chairman
Genesis Resources Limited