1 July 2021

Dear Option Holder

YOUR OPTIONS TO ACQUIRE VRX SILICA LIMITED SHARES AT $0.18 PER SHARE EXPIRE ON 31 JULY 2021

We are writing to you as a registered holder as at the date of this notice of quoted options (**VRX Options**) to subscribe for fully paid ordinary shares in VRX Silica Limited (**VRX**) to remind you that they will expire at **5:00pm (WST) on 31 July 2021**. This notice also sets out your alternative courses of action prior to expiry and provides information about the recent price of VRX shares.

Your VRX Options may be exercised in whole or in part by payment of $0.18 for each VRX Option by no later than 5:00pm (WST) on 31 July 2021. If payment is not received by 5:00pm (WST) on 31 July 2021, the VRX Options will lapse and all rights under them will cease at that time.

The alternatives available to you as a holder of VRX Options are:

(a) Exercise the VRX Options on or before 5:00pm (WST) on 31 July 2021.

(b) Sell your VRX Options. Quotation of the VRX Options on ASX will cease at the close of trading on 26 July 2021.

(c) Do nothing (ie allow your VRX Options to expire). If you do not exercise or sell your VRX Options they will expire at 5:00pm (WST) on 31 July 2021 and your right to subscribe for VRX shares at $0.18 each will lapse.

You are under no obligation to exercise your VRX Options.

The following information is provided pursuant to Appendix 6A, section 5 of the ASX Listing Rules:

(a) **Conversion or exercise price**: $0.18 per VRX Option.

(b) **Due date for payment**: 5:00pm (WST) on 31 July 2021.

(c) **Consequences of not exercising the option**: your VRX Options will lapse and be cancelled, in which case you will no longer be able to exercise the VRX Options.

(d) **Date that quotation of the options will end**: close of trading on 26 July 2021.

(e) **Latest available market price of ordinary shares**: $0.22 on 30 June 2021.

(f) **Highest and lowest market price of ordinary shares during the 3 months before this letter**:
(i) highest—$0.325 on 20 April 2021; and
(ii) lowest—$0.195 on 25 May 2021.

(g) **Details of any underwriting agreement**: There is no underwriting.

The number of VRX Options held by you, and the corresponding number of shares into which they will convert (being one share for each VRX Option exercised), are set out on your personalised "Notice of Exercise of Options" provided with this letter.

If you wish to exercise your VRX Options then you must complete your "Notice of Exercise of Options" form accompanying this notice, and forward it to:

The Company Secretary
VRX Silica Limited
johng@vrxsilica.com.au

and pay in Australian dollars by way of electronic funds transfer (or EFT) the sum of $0.18 per VRX Option exercised to:

VRX Silica Limited
Share Issue Account
BSB 016498
Account 188764191

to be received no later than 5:00pm (WST) on 31 July 2021.

Yours faithfully
VRX Silica Limited

John Geary
Company Secretary

VRXSILICA

ABN 59 142 014 873

VRXO 1

Options Held:

Application Form on Exercise of Listed Options Expiring 31 July 2021 - VRXO

To the Directors, VRX Silica Limited

I/We hereby exercise _____ VRXO option(s) and have transferred by EFT my/our payment for $ _____

being $0.18 per share on application for _____ ordinary shares in the capital of the Company.

I/We request that you allot me that number of shares and I/we agree to accept that number of shares on the terms below and the Constitution of the Company, and I/we authorise you to place my/our name on the register.

My/Our SRN/HIN (as shown on my/our Issuer Sponsored holding statement or CHESS holdings statement) is _____

Sign Here – This section must be signed for your instructions to be executed

I/We authorise you to act in accordance with my/our instructions set out above.

Individual or Securityholder 1	Securityholder 2	Securityholder 3
Director	**Director/Company Secretary**	**Sole Director and Sole Company Secretary**

Note: when signed under Power of Attorney, the attorney states that they have not received a notice of revocation. Computershare Investor Services Pty Limited needs to sight a certified copy of the Power of Attorney.

Contact Name	Contact Telephone Number	Day/Date Month Year

PAYMENT INSTRUCTIONS

Payment should be made by EFT in Australian currency to:

VRX Silica Ltd Share Issue Account
BSB 016498
Acc 188764191

Alternately a cheque in Australian currency made payable to VRX Silica Limited and crossed "Not Negotiable" can be sent with the Application Form for shares on Exercise of Listed Options to the Company at:

VRX Silica Ltd
PO Box 1925
WEST PERTH WA 6872

TERMS AND CONDITIONS OF THE LISTED OPTIONS

(a) Entitlement

Each option (**Option**) entitles the holder to subscribe for one a fully paid ordinary share (**Share**) in the capital of VRX Silica Ltd (ACN 142 014 873) (**Company**) upon exercise of the Option.

(b) Exercise Price

The amount payable upon exercise of each Option will be $0.18 (**Exercise Price**)

(c) Expiry Date

Each Option will expire at 5:00 pm (WST) on the date that is 18 months from their date of issue (**Expiry Date**). An Option not exercised before the Expiry Date will automatically lapse on the Expiry Date.

(d) Exercise Period

The Options are exercisable at any time on or prior to the Expiry Date (**Exercise Period**).

(e) Notice of Exercise

The Options may be exercised during the Exercise Period by notice in writing to the Company in the manner specified on the Option certificate (**Notice of Exercise**) and payment of the Exercise Price for each Option being exercised in Australian currency by electronic funds transfer or other means of payment acceptable to the Company.

(f) Exercise Date

A Notice of Exercise is only effective on and from the later of the date of receipt of the Notice of Exercise and the date of receipt of the payment of the Exercise Price for each Option being exercised in cleared funds (**Exercise Date**).

(g) Timing of issue of Shares on exercise

Within 15 Business Days after the Exercise Date, the Company will:

(i) issue the number of Shares required under these terms and conditions in respect of the number of Options specified in the Notice of Exercise and for which cleared funds have been received by the Company;

(ii) if required, give the Australian Securities Exchange (**ASX**) a notice that complies with section 708A(5)(e) of the Corporations Act 2001 (**Corporations Act**), or, if the Company is unable to issue such a notice, lodge with the Australian Securities and Investments Commission (**ASIC**) a prospectus prepared in accordance with the Corporations Act and do all such things necessary to satisfy section 708A(11) of the Corporations Act to ensure that an offer for sale of the Shares does not require disclosure to investors; and

(iii) if admitted to the official list of ASX at the time, apply for official quotation on ASX of Shares issued pursuant to the exercise of the Options.

If a notice delivered under (ii) for any reason is not effective to ensure that an offer for sale of the Shares does not require disclosure to investors, the Company must, no later than 20 business days (as that term is defined in the ASX listing rules) after becoming aware of such notice being ineffective, lodge with ASIC a prospectus prepared in accordance with the Corporations Act and do all such things necessary to satisfy section 708A(11) of the Corporations Act to ensure that an offer for sale of the Shares does not require disclosure to investors.

(h) Shares issued on exercise

Shares issued on exercise of the Options rank equally with the then issued shares of the Company.

(i) Reconstruction of capital

If at any time the issued capital of the Company is reconstructed, all rights of an Optionholder are to be changed in a manner consistent with the Corporations Act and the ASX Listing Rules at the time of the reconstruction.

(j) Participation in new issues

There are no participation rights or entitlements inherent in the Options and holders will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the Options without exercising the Options.

(k) Change in exercise price

An Option does not confer the right to a change in Exercise Price or a change in the number of underlying securities over which the Option can be exercised.

(l) Transferability

The Options are transferable subject to any restriction or escrow arrangements imposed by ASX or under applicable Australian securities laws.