ASX ANNOUNCEMENT

3 July 2023

Bonus Issue of Options to Shareholders

- **1:4 Bonus Issue of Options to all Eligible shareholders (at no cost).**
- **$1.92 share strike price with an expiry date of 10 May 2025.**
- **Bonus Option proposed to be quoted and tradable on the ASX under code (ASX:D20O).**
- **Funds to be used to expand the Company's portfolio of water entitlements or reduce debt.**

Duxton Water Limited ("**the Company**" or "**D20**") is pleased to announce a pro rata bonus issue of options (**Options**) to Eligible Shareholders for nil consideration (**Bonus Issue**).

Eligible shareholders will receive one (**1**) option for every four (**4**) ordinary shares held in the Company at the record date. The Options will be issued at no cost to shareholders and will provide shareholders with the right, but not the requirement, to purchase one D20 share at an exercise price of **$1.92,** per Option, expiring on **10 May 2025**.

The Company will apply to the ASX for the quotation of the Options. Subject to compliance with the requirements under the ASX Listing Rules, the options will trade on the ASX under code **D20O**.

Any funds received by the Company from the exercise of the Options will be used to expand the Company's water entitlement portfolio in an efficient and cost-effective manner, and cover costs associated with the Bonus Issue, which are approximately $200,000. Excess funds raised through exercised Options may be used to reduce debt.

Mr Ed Peter, D20's chairman, said: "We believe that D20 is in a great position to grow substantially as the Company benefits from current market dynamics. Today's announcement of the significant acquisition of water entitlements from Treasury Wines Estates is a demonstration of that. The Board wants to reward our shareholders and provide an additional source of potential value through the Bonus Issue of Options at nil consideration."

The Options will be issued pursuant to a transaction specific prospectus. The prospectus for the Bonus Issue will be lodged with the Australian Securities and Investments Commission **(ASIC)** and announced on the Australian Securities Exchange (**ASX**) by Tuesday, 27 October 2023.

Eligible shareholders of the Bonus Issue are those shareholders who hold shares in the Company at 7:00pm (AEST) on Friday, 3 November 2023 ("**Bonus Option Record Date**"), and do not have a registered address in the United States of America.

The indicative timetable for the Bonus Option Issue is as follows:

Announcement of Offer and release of Appendix 3B to ASX	Monday, 3 July 2023
Lodgement of Prospectus with ASIC	Friday, 27 October 2023
Lodgement of Prospectus with ASX	Friday, 27 October 2023
Ex-date	Thursday, 2 November 2023
Bonus Option Record Date	Friday, 3 November 2023
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the Options	Thursday, 9 November 2023
Quotation of Options issued	Friday, 10 November 2023

^The above timetable is indicative only and subject to change. The Company reserves the right to amend any or all of these dates and times subject to the Corporations Act, the ASX Listing Rules and other applicable laws. The quotation of the Options is subject to confirmation from ASX. The Company reserves the right to withdraw or amend the terms of the Bonus Issue without notice to you.

Further details with regards to the information contained within this announcement can be found in a separate investor presentation lodged with ASX today.

This announcement has been authorised for release by the Board of Duxton Water Limited.

Contact Information

For further information or if you have any questions, you can call Duxton Water Limited on **(08) 8130 9500** (within Australia) or **+61 8 8130 9500** (outside Australia), from 9:00am to 5.30pm (AEST), Monday to Friday (excluding public holidays).
https://www.duxtonwater.com.au/

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