



26 February 2024

Dear shareholder

Important notice - Island Pharmaceuticals Limited Entitlement Offer

On Monday, 26 February 2024, Island Pharmaceuticals Limited ACN 641 183 842 (**Company**) announced that it is undertaking a non-renounceable pro-rata entitlement offer of **2 new Shares for every 5 Shares** held at the Record Date of 7.00pm on Thursday, 29 February 2024 (**Record Date**), at an Issue Price of \$0.06 (6 cents) per new Share (**Entitlement**), plus 1 'New Option' (exercise price of \$0.060 (6 cents) and expiry date of 12 months from the closing date of the offer) to purchase 1 Share for every 'New Share' issued under the offer (with the right to be issued with piggy back options, being 1 further option for every New Option exercised within 3 months of the date on which the offer closes (with an exercise price of \$0.06 and expiry date of 12 months from the closing date of the offer), (collectively, **Offer**) to raise a up to approximately \$1.95 million (before costs), the maximum being on the basis that no more than approximately 32,507,388 (subject to rounding) New Shares will be issued pursuant to the Offer. The Offer is fully underwritten by PAC Partners Securities Pty Limited ACN 623 653 912.

The Prospectus has been given to the ASX and is available to view on the ASX website and the Company's website at www.islandpharmaceuticals.com/site/investor/prospectus. Further details regarding the Offer have also been announced to the ASX and are available on ASX's website.


The Company will not be printing / dispatching hard copies of the Prospectus or Entitlement and Acceptance Forms, except in response to a specific request by a shareholder. Instead, an electronic copy of the Prospectus and your Entitlement and Acceptance Form is available and accessible by you (using your Securityholder Reference Number (SRN) or Holder Identification Number (HIN) from your latest Holding Statement, and your postcode) at the following link: <https://investor.automic.com.au>

Shareholders with registered addresses outside of Australia and New Zealand are not eligible to participate in the Offer, except for certain shareholders with a registered address in the United States, Colombia the Netherlands, Hong Kong or Singapore to which an invitation to participate in the Offer has been extended as determined by the Company in its absolute discretion.

Shareholders should read the Prospectus in full prior to making an application under the Offer. Your application under the Offer must be made by making payment in accordance with the personalised payment instructions on your Entitlement and Acceptance Form which is available through Automic's online facility.

You do not need to return your Entitlement and Acceptance Form.

To download your entitlement and Entitlement and Acceptance Form you have the following 3 choices:

<p>I already have an online account with the Automic Share registry</p>	<p>Scan the QR code to visit https://investor.automic.com.au</p> <p>Select: "Existing Users Sign In".</p> <p>Once you have successfully signed in, click on "Documents and Statements".</p> <p>Download the Prospectus and Entitlement and Acceptance Form. Submit your payment using the payment details provided on your Entitlement and Acceptance Form.</p> <p>Do not return your Entitlement and Acceptance Form.</p> 
<p>I don't have an online account with Automic – but wish to register for one</p>	<p>https://investor.automic.com.au/#!/signup</p> <p>Select: "Island Pharmaceuticals Limited" from the dropdown list in the ISSUER field. Enter you holder number SRN / HIN (from your latest Holding Statement). Enter your Postcode (Aust only) or Country of Residence (if not Australia). Tick box "I am not a robot", then Next Complete prompts.</p> <p>Once you have successfully signed in, click on "Documents and Statements".</p> <p>Download the Prospectus and Entitlement and Acceptance Form. Submit your payment using the payment details provided on your Entitlement and Acceptance Form.</p> <p>Do not return your Entitlement and Acceptance Form.</p>

<p>I don't have an online account with Automic – but want to use Automic for this Offer only</p>	<p>https://investor.automic.com.au/#/loginsah</p> <p>Select: “Island Pharmaceuticals Limited” from the dropdown list in the ISSUER field.</p> <p>Enter you holder number SRN / HIN (from your latest Holding Statement). Enter your Postcode (Aust only) or Country of Residence (if not Australia). Tick box “I am not a robot”, then Access.</p> <p>Once you have successfully signed in, click on “Documents and Statements”. Download the Prospectus and Entitlement and Acceptance Form. Submit your payment using the payment details provided on your Entitlement and Acceptance Form.</p> <p>Do not return your Entitlement and Acceptance Form.</p>
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If you are unable to access <https://investor.automic.com.au> online, you can obtain a copy of the Prospectus and your Entitlement and Acceptance Form by calling Automic Group on 1300 288 664 or emailing corporate.actions@automicgroup.com.au. You will need to provide your SRN or HIN and postcode to complete this request.

To apply under the Offer using these paper copy documents, you will still need to make payment via BPay® or via Electronic Funds Transfer (EFT). For New Zealand shareholders please follow the instructions on your Entitlement and Acceptance Form to make payment via Electronic Funds Transfer (EFT).

The Entitlement Offer closes at 5:00 pm (AEDT time) on Thursday, 14 March 2024.

Important Dates*

Event	Date
<u>Record Date</u> to determine Entitlements under the Offer	Thursday, 29 February 2024
Prospectus (including Entitlement & Acceptance Form) despatched.	Tuesday, 5 March 2024
<u>Opening Date</u>	Tuesday, 5 March 2024
<u>Closing Date</u> for acceptances under the Offer and Top-Up Offer	5.00pm on Thursday, 14 March 2024
<u>Issue of the New Shares and New Options</u>	Before noon (Sydney time), Thursday, 21 March 2024
<u>Trading</u> (T+2) of New Shares expected to commence	Friday, 22 March 2024
Right to be issued Piggy Back Options lapses (if New Options are not exercised)	5.00pm (AEST) on 14 June 2024 ²

* These dates are indicative only and subject to change. The Company reserves the right to change any date including to extend the closing date of the Offer, to close the Offer early, to accept late acceptances either generally or in particular cases, or to withdraw or reduce the size of the Offer without notice. Any extension of the closing date will have a consequential effect on the issue date of new shares.

² If the Closing Date is extended, the date which is 3 months from the Closing Date

If you have any query or question about the Offer, please contact Cameron Jones, Company Secretary by emailing cameron.jones@bio101.com or any other registry related matters contact the Company share registrar as follows:

Automic Registry Services

Email: corporate.actions@automicgroup.com.au

Phone: 1300 288 664 (within Australia), or +61 2 9698 5414 (international) between 8:30 am and 7:30pm (AEDT time) Monday to Friday.

Yours faithfully



Cameron Jones
 Company Secretary