

28 February 2018

Dear Option holder

Notification of Expiry of Options

At the date of this notice you are a registered holder of options issued by Contango Income Generator Limited (the **Company** or **CIE**) (ASX code: CIE) expiring 30 March 2018 (the **Options**) (ASX Code: CIEO).

This letter notifies you of the impending expiry of the Options at 5.00pm (Melbourne time) on Friday, 30 March 2018. It also sets out your alternative courses of action prior to expiry and provides information about recent market prices of CIE shares and the Options.

Each Option is exercisable into one fully paid ordinary share in the Company upon payment of the exercise price of \$1.00 per Option prior to the expiry date.

Your choices as an Option holder are:

1. Do nothing and allow your Options to lapse

If you do not take any action to exercise your Options prior to 5.00pm (Melbourne time) on Friday, 30 March 2018, the Options will expire and your right to purchase shares at \$1.00 per Option will lapse.

2. Exercise all or some of your Options

To exercise your Options, the enclosed personalised Exercise of Option Notice and your cleared funds of \$1.00 per Option must be received by the Company's share registry no later than 5.00pm (Melbourne time) on Friday, 30 March 2018. Payment can also be made by BPay and further instructions are on the enclosed Exercise of Option Notice.

3. Sell all or some of your Options on market

If you elect not to exercise your Options, you may wish to consider selling your Options on the ASX. Your Options are currently trading on the ASX under the ASX code: CIEO. The closing price for CIEO on 26 February 2018 was \$0.001. When considering whether to sell your Options on market, you should bear in mind any brokerage charges that you may incur. The Options cease trading on the ASX on Friday, 23 March 2018.

Contango Income Generator Limited

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ASX: CIE

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In accordance with ASX Listing Rules the Company advises the following:

1. The number of Options you hold at the date of this letter is set out in the enclosed personalised Exercise of Option Notice.
2. Each Option entitles the holder to receive, on exercise, one fully paid ordinary share in the Company. If all Options are exercised, the Company will have 118,564,292 fully paid ordinary shares on issue.
3. The exercise price of the Options is \$1.00 per Option.
4. The due date for payment of the exercise price is on or before 5:00pm Melbourne time on Friday, 30 March 2018.
5. If cleared funds are not received by 5.00pm Melbourne time on 30 March 2018, then your Options will expire with no value and no further entitlement will exist.
6. Official quotation of CIE Options on the ASX will cease at the close of trading on Friday, 23 March 2018.
7. The latest available market price of CIE shares prior to the date of this notice was \$0.975 at the close of trading on 26 February 2018.
8. The highest and lowest market prices of CIE shares traded in the three months immediately before the date of this notice (26 November 2017 to 26 February 2018) were:
 - Highest: \$0.985 on 7 December 2017
 - Lowest: \$0.930 on 6 February 2018

Key Dates

Last day of trading/quotation of Options	Friday, 23 March 2018
Final date for exercise of Options	Friday, 30 March 2018*
Final date for allotment of new CIE shares	Wednesday, 4 April 2018
Final date for issue of holding statements for new shares	Thursday, 5 April 2018
Record Date for December 2017 Quarterly Dividend	Wednesday, 11 April 2018
Payment Date for December 2017 Quarterly Dividend	Friday, 20 April 2018

* Please be advised that this day is a public holiday. Please make sure you take this into account when making your arrangements.

About the Company

Contango Income Generator Limited is a listed investment company with the objective to deliver a sustainable income stream and modest capital growth to its shareholders over time. To deliver on its objective, the Company will focus its investments on high yielding ASX listed securities that are outside of the largest 30 securities in the S&P ASX300 Index. This is because many investors are already exposed to these large cap stocks either directly or via existing managed fund or ETF investments.

If investors supplement their existing large cap portfolio with a diversified portfolio of high quality stocks outside of the top 30, they may be able to reduce the overall risk and volatility of their equity portfolio whilst maintaining or even increasing its dividend yield. This would be a more efficient portfolio allocation.

Contango Income Generator Limited has a dividend policy to pay a minimum 6.5% p.a. on its Net Tangible Asset Value, paid quarterly. The Company may also pay additional special dividends when favourable market circumstances allow.

Further information

If you require help or more information on how to exercise your Options, **please contact Computershare Investor Services by telephone on 1300 850 505 (within Australia) or on +61 3 9415 5000 (outside Australia) between 8:30am and 5:00pm (AEDT) Monday to Friday.** If you are unsure whether to exercise your Options you should contact your stockbroker, financial adviser or other professional adviser.

Yours sincerely,



Andrew MacDonald
Chairman
Contango Income Generator Limited