

# R H I N O M E D

18 December 2023

Dear Shareholder,

## Rhinomed Limited (ASX:RNO) Share Purchase Plan

On behalf of Rhinomed Limited (ACN 107 903 159) (**Rhinomed** or the **Company**), I am pleased to offer you the opportunity to subscribe for fully paid ordinary shares in the Company (**Shares**) under a Share Purchase Plan (**SPP**).

The Company is offering eligible shareholders the opportunity to apply under the SPP for up to \$30,000 worth of Shares at an issue price of \$0.04 per Share (**Issue Price**). A maximum of \$1,250,000 will be raised under the SPP (before costs). It is intended that the proceeds from the SPP will be used:

- to pay for minimum holdings buy-back offer announced by the Company on 11 December 2023 (**Minimum Holdings Buy-Back**); and
- for working capital purposes.

Shareholders will be eligible to participate in the SPP if they have a registered address in Australia or New Zealand as at 7.00pm (Melbourne time) on Friday, 8 December 2023 (**Record Date**) (**Eligible Shareholder**). The Company has determined that it is not practical for investors with registered addresses outside Australia or New Zealand to participate in the SPP.

The Issue Price represents:

- a 40% premium to the volume weighted average sale price of Rhinomed shares traded on ASX over the last 5 ASX trading days up to and including 14 December 2023 (rounded to the nearest half cent); and
- the same price at which the Minimum Holdings Buy-Back will be conducted by the Company.

Application for new Shares under the SPP can be made in accordance with the enclosed Application Form. The Offer of Shares under the SPP is made in accordance with ASIC Corporations (Share and Interest Purchase Plans) Instrument 2019/547 and therefore does not require a prospectus for the purposes of Chapter 6D of the *Corporations Act 2001 (Cth)* (**Corporations Act**).

### Important Information

The SPP is governed by the enclosed terms and conditions. The Board urges you to read these terms and conditions carefully and in their entirety before deciding whether to participate in the SPP.

If you are uncertain whether Shares are a suitable investment for you, you should consult your financial or other professional adviser. The Board recommends that you obtain your own financial advice in relation to the SPP and consider price movements of Shares in the Company prior to electing to participate in the SPP.

Eligible Shareholders should consider the implications of the current proposal that the Company be removed from the Official List of the ASX, details of which were separately announced to the ASX by the Company on 11 December 2023 (**Delisting**). That proposal is expected to be considered at an extraordinary general meeting of shareholders to be held on or around 16 January 2024. If approved

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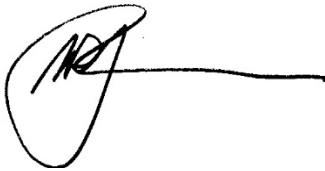
by a special resolution at the meeting, it is expected that the Company will become an unlisted company on or around 16 February 2024.

After that occurs, Rhinomed shares will no longer be tradeable on ASX. They will only be tradeable in private off-market transactions, and there will be no assurance or guarantee that shareholders will be able to find a buyer for their shares, if they wish to sell them, or of any price at which such shares may be traded.

## Enquiries

If you have any enquiries in relation to your Application Form or the SPP, please contact Rhinomed's share registry, Automic, Information Line on 1300 288 664 (from within Australia) or +61 2 9698 5414 (outside Australia).

Yours faithfully,

A handwritten signature in black ink, appearing to be 'MJ', with a long horizontal line extending to the right.

Mr Michael Johnson  
Managing Director  
Rhinomed Limited

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**RHINOMED LIMITED (ACN 107 903 159)**

## **SHARE PURCHASE PLAN TERMS AND CONDITIONS**

This is the terms and conditions of the Rhinomed Limited (ACN 107 903 159) (**Company**) 2023 Share Purchase Plan (**Offer**) and are binding on any shareholder submitting an application under the Offer.

### 1. Offer

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The Offer is an invitation to offer to apply for fully paid ordinary shares in the Company (**Shares**) up to a maximum subscription of \$30,000 at an issue price of \$0.04 per Share (**New Shares**). A maximum of \$1,250,000 will be raised by the Company under the Offer.

The Offer to each Eligible Shareholder (as defined below) is made on the same terms and conditions.

The Offer is non-renounceable.

### 2. Eligibility

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You are only eligible to apply for New Shares (**Eligible Shareholder**) if:

- your registered address in the Company's register of members is in Australia or New Zealand; and
- you were registered as a holder of Shares as at 7.00pm (Melbourne time) on Friday, 8 December 2023.

### 3. Issue Price

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The issue price for each New Share under the Offer is \$0.04 per Share (**Issue Price**).

In accordance with the requirements of *ASIC Corporations (Share and Interest Purchase Plans) Instrument 2019/547*, the Company notes that:

- On the last trading day immediately prior to the announcement date of the Offer, the closing price of the Shares traded on ASX was \$0.04 per Share. The Issue Price is the same as that closing price.
- The market price of Shares in the Company may rise and fall between the date of the Offer and the date that any Shares are issued to you as a result of your application under the Offer.
- By making an application under this Offer, each Eligible Shareholder will be acknowledging that although the Issue Price is the same as the closing price specified above, Shares are a speculative investment and the price of Shares on ASX may change between the date of

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the Company announcing its intention to make the Offer and the date of issue of Shares under that Offer and that the value of the Shares received under the Offer may rise or fall accordingly.

- The Issue Price is less than the market price of Shares during a 'specified period' in the 30 days before the date of the Offer (such specified period being the 5 days in which trading in Shares occurred before the date of the announcement of the Offer).

In accordance with ASX Listing Rule 7.2 Exception 5, the Issue Price is equal to or greater than 80% of the volume weighted average price for the 5 days in which trading in the Shares occurred before the date of the announcement of the Offer.

The Board recommends that you obtain your own financial and taxation advice in relation to the Offer and consider price movements of Shares in the Company prior to making an application under this Offer.

## 4. Number of New Shares

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### 4.1 Application amount

If you are an Eligible Shareholder, you can apply for up to a maximum of \$30,000 worth of New Shares. Eligible Shareholders can select one of the following alternatives:

Offer	Value	Number of Shares
A	\$30,000	750,000
B	\$25,000	625,000
C	\$20,000	500,000
D	\$15,000	375,000
E	\$10,000	250,000
F	\$5,000	125,000
G	\$2,500	62,500
H	\$2,000	50,000
I	\$1,000	25,000

Fractional entitlements to Shares will be rounded down to the nearest whole share.

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## 4.2 \$30,000 maximum

In order to comply with ASIC Instrument 2019/547, the maximum value of New Shares each Eligible Shareholder (irrespective of the size of their shareholding) may apply for under this Offer is \$30,000 (including through joint holding(s), multiple share accounts or any holding in which they have a beneficial interest/s). This limit will apply even if you receive more than one offer from the Company (for example, because you are a joint holder of shares or because you hold more than one shareholding under separate share accounts).

If the Company receives an amount that does not equal one of the amounts specified above in section 4.1 or a subscription of over \$30,000 worth of New Shares by an Eligible Shareholder through multiple applications or joint holdings, the Company may either:

- reject the application and refund in full the application money (without interest) to the Eligible Shareholder; or
- apply the dollar amount of the payment to the highest designated parcel that is less than the amount of the payment and refund the excess application money (without interest) to the Eligible Shareholder. No fractions of New Shares will be issued.

The Company reserves the right to issue to an Eligible Shareholder fewer New Shares than the number specified in an Application Form for whatever reason, including to avoid the possible subscription of over \$30,000 worth of New Shares by a shareholder through multiple applications or joint holdings.

No fractions of New Shares will be issued.

## 4.3 Maximum number of New Shares to be issued

- **ASX Listing Rules limitation:** In accordance with ASX Listing Rule 7.2 Exception 5, the total number of New Shares under the Offer must not exceed 30% of the number of Shares currently on issue.
- **Offer limitation:** A maximum of 31,250,000 New Shares will be issued pursuant to the Offer, to raise a maximum of \$1,250,000.
- **Board discretion:** The Board reserves its right to reject or scale back any applications in whole or in part. The Company may in its absolute discretion determine to apply the scale back to the extent and in the manner it sees fit, which may include taking into account a number of factors such as the size of your shareholding at the Record Date, the extent to which you have sold or purchased Shares since the Record Date, whether you have multiple registered holdings, the date on which your application was made and the total applications received from Eligible Shareholders.

If there is a rejection or scale back, your application monies may be greater than the value of New Shares issued to you under the Offer, in which case the excess application monies will be refunded to you, without interest.

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## 5. Participation costs

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You must pay the Issue Price per New Share and any fees or charges incurred by you in completing the Application Form, for example, bank fees or fees of professional advisors. No commission is payable by the Company on the issue of the New Shares and no brokerage applies.

## 6. Rights attaching

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The rights and obligations of the New Shares are contained in the constitution of the Company (which is available for inspection at the registered office of the Company during the period of the Offer). The New Shares will be issued on the same terms as all other ordinary shares in the Company and the Company will apply for the New Shares to be quoted on ASX. If the New Shares are not quoted on ASX, the New Shares will not be issued and funds will be refunded to you without interest and otherwise in accordance with the Corporations Act.

## 7. Allotment of New Shares

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Subject to these terms and conditions, the New Shares will be allotted as soon as possible after the Offer closing date. The Company will send or cause to be sent to you a holding statement in due course.

## 8. Payment for New Shares

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All amounts in this Offer are expressed in Australian dollars.

You must pay for the New Shares by BPAY® or Electronic Funds Transfer (EFT) following the instructions on the Application Form. You must use the reference number shown on your Application Form when paying via BPAY® or EFT. If you do not provide the exact amount, the Company reserves the right to issue you a lesser number of New Shares and (if necessary) return a portion of your funds. No interest will be paid on money returned.

Please note that your financial institution may apply limits on the use of your BPAY® or EFT and that you should make enquiries about the limits that apply in your personal circumstances.

If you make a payment by BPAY® or EFT, you are taken to make the certifications, representations and warranties described in these terms and conditions.

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## 9. Risks

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New Shares are a speculative investment and the market price may change between the dates you apply for New Shares and the issue of New Shares to you. Accordingly, the value of New Shares applied for may rise or fall.

Eligible Shareholders should consider the implication of the current proposal that the Company be removed from the official list of the ASX, details of which were separately announced to the ASX by the Company on 11 December 2023. That proposal is expected to be considered at an extraordinary general meeting of shareholders to be held on or around 16 January 2024. If approved by a special resolution at the meeting, it is expected that the Company will become an unlisted company on or around 16 February 2024.

After that occurs, the Company's shares will no longer be tradeable on the ASX. They will only be tradeable in private off-market transactions, and there will be no assurance or guarantee that shareholders will be able to find a buyer for their shares, if they wish to sell them, or of any price at which such shares may be traded.

This Offer is not a prospectus and does not require the types of disclosures required under the Corporations Act for a disclosure document. You must rely on your own knowledge of the Company, previous disclosures made by the Company to ASX, and, if necessary, consult your professional advisor when deciding whether or not to participate in the Offer.

These terms and conditions of the Offer should be read in conjunction with the Company's continuous and periodic disclosures given to ASX, which are available on ASX's website at [www.asx.com.au](http://www.asx.com.au) (under the Company's code "RNO") and the Company's website at <https://www.rhinomed.global/investor-information/>.

## 10. Privacy

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By receiving completed Application Forms, the Company collects personal information about shareholders. The Company will use this information for the purposes of processing the Application Form and updating the records of the Company. Unless required by the law, the Company will not disclose the personal information for another purpose without the consent of the shareholder. Except as stated by the law, shareholders are able to access, upon request, their personal information held by the Company. For further information about how we manage your personal information or if you wish to obtain a copy of the Company's Privacy policy, please contact us.

## 11. Use of funds

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The Board presently intends that the funds raised from the Offer will be applied towards:

- the Minimum Holdings Buy-Back; and
- working capital and costs of the Offer and Delisting.

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As with any intended budget or use of funds, this is a statement of current intentions as at the date of this Offer. Intervening events and new circumstances have the potential to affect the manner in which the funds are ultimately applied. The Board reserves the right to alter the way the funds are applied on this basis.

## 12. Important Dates

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The important dates in relation to this Offer are summarised below.

<b>Record Date (7.00pm (AEDT))</b>	Friday, 8 December 2023
<b>Announcement of Offer</b>	Monday, 11 December 2023
<b>Dispatch of Offer Document and Application Form Offer Opening Date</b>	Monday, 18 December 2023
<b>Offer Closing Date (5pm (AEDT))</b>	Thursday, 25 January 2024
<b>Announcement of Results of Offer</b>	Monday, 29 January 2024
<b>Issue of New Shares</b>	Friday, 2 February 2024

These above dates are indicative only. The Company may vary the dates and times of the Offer by lodging a revised notice with ASX.

New Shares issued under the Offer will be issued as soon as practicable after the Offer closing date. Application for quotation on ASX of the New Shares will be made immediately following the issue of those Shares.

## 13. Joint holders

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If you are a joint holder of existing Shares, you are taken to be a single registered holder of existing Shares for the purposes of determining whether you are an Eligible Shareholder and joint holders are entitled to participate in the Offer in respect of that single holding only. If as joint holders, you receive more than one offer under the Offer due to multiple identical holdings, you may still only contribute a maximum of \$30,000 in applying for New Shares.

## 14. Custodians

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Eligible Shareholders who hold Shares as a "custodian" (as defined in ASIC Instrument 2019/547) (**Custodian**) may participate in the Offer on behalf of one or more persons whom the Custodian holds Shares on behalf of (**Custodian Beneficiaries**). If a Custodian applies for New Shares on behalf of a Custodian Beneficiary, the Company may not issue New Shares to



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the Custodian under the Offer with a total application price exceeding \$30,000 in any 12 month period unless, the Custodian provides the Company with a notice in writing certifying the following matters required by ASIC Instrument 2019/547 section 8(3) (**Custodian Certificate**):

- either or both of the following:
  - (i) that the Custodian holds the Shares on behalf of one or more persons that are not custodians (**Participating Beneficiaries**); or
  - (ii) that another custodian (**Downstream Custodian**) holds beneficial interests in Shares on behalf of a Participating Beneficiary, and the Custodian holds the Shares to which those beneficial interests relate on behalf of the Downstream Custodian or another custodian,

on the Record Date and that each Participating Beneficiary has subsequently instructed the following persons:

- (iii) where sub-paragraph (a)(i) applies – the Custodian; and
- (iv) where sub-paragraph (a)(ii) applies – the Downstream Custodian,  
to apply for New Shares under the Offer on their behalf;
- the number of Participating Beneficiaries;
- the name and address of each Participating Beneficiary, and that each Participating Beneficiary's address is located in Australia or New Zealand;
- that each Custodian Beneficiary is not in the United States and it is not acting for the account or benefit of a person in the United States, and that the Custodian has not sent any materials relating to the Offer to any person in the United States;
- in respect of each Participating Beneficiary:
  - (i) where sub-paragraph (a)(i) applies – the number of Shares that the Custodian holds on their behalf; and
  - (ii) where sub-paragraph (a)(ii) applies – the number of Shares to which the beneficial interests relate;
- in respect of each Participating Beneficiary:
  - (i) where sub-paragraph (a)(i) applies – the number or the dollar amount of New Shares they instructed the Custodian to apply for on their behalf; and
  - (ii) where sub-paragraph (a)(ii) applies – the number or the dollar amount of New Shares they instructed the Downstream Custodian to apply for on their behalf;
- there are no Participating Beneficiaries in respect of which the total of the application price for the following exceeds \$30,000:

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- (i) the New Shares applied for by the Custodian under the Offer in accordance with the instructions referred to in sub-paragraph (f); and
  - (ii) any other Shares issued to the Custodian in the 12 months before the application as a result of an instruction given by them to the Custodian or the Downstream Custodian to apply for Shares on their behalf under an arrangement similar to the Offer;
- that a copy of this offer was given to each Participating Beneficiary; and
  - where sub-paragraph (a)(ii) applies – the name and address of each Custodian who holds beneficial interests in the Shares held by the Custodian in relation to each Participating Beneficiary.

For the purposes of ASIC Instrument 2019/547 you are a 'Custodian' if you provide a custodial or depository service in relation to shares of a body or interests in a registered scheme and who:

- holds an Australian financial services licence covering the provision of a custodial or depository service;
- is exempt from the requirement to hold an Australian financial services licence covering the provision of a custodial or depository service;
- holds an Australian financial services licence covering the operation an IDPS or is a responsible entity of an IDPS-like scheme;
- is a trustee of a self-managed superannuation fund or a superannuation master trust; or
- is a registered holder of shares or interests in the class and is noted on the register of members of the body or scheme as holding the shares or interests on account of another person.

If you hold Shares as a trustee or nominee for another person or persons but are not a Custodian as defined above, you cannot participate for beneficiaries in the manner described above. In this case, the rules for multiple single holdings (see paragraph 4.2 above) apply.

If you are a custodian, trustee or nominee within the meaning of "Custodian" as defined in ASIC Corporations (Share and Interest Purchase Plans) Instrument 2019/547, you must complete and submit an additional certificate that contains further certifications and details (**Custodian Certificate**) that must be provided before your application will be received. The Custodian Certificate can be obtained by contacting the Company's Share Registry, Automic, on 1300 288 664 (from within Australia) or +61 2 9698 5414 between 8:30am and 6:00pm (AEDT). Applications received by Custodians that are not accompanied by the Custodian Certificate will be rejected. A completed Custodian Certificate must be emailed to: [custodialcertificates@automicgroup.com.au](mailto:custodialcertificates@automicgroup.com.au), failure to do so will result in the Application being rejected.

The Company reserves the right to reject any application for New Shares to the extent it considers that the application (whether alone or in conjunction with other applications) does not

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comply with these requirements. The Company reserves the right to reject applications in accordance with these terms and conditions.

## 15. Foreign offering restrictions

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### 15.1 Distribution

This document does not constitute an offer of Shares in any jurisdiction in which it would be unlawful, and has been prepared for distribution in Australia and New Zealand only and may not be released or distributed elsewhere.

### 15.2 New Zealand

The New Shares are not being offered or sold to the public within New Zealand other than to existing shareholders of the Company with registered addresses in New Zealand to whom the offer of New Shares is being made in reliance on the *Financial Markets Conduct Act 2013* and the *Financial Markets Conduct (Incidental Offers) Exemption Notice 2016*. This document has not been registered, filed with or approved by any New Zealand regulatory authority. This document is not a product disclosure statement under New Zealand law and is not required to, and may not, contain all the information that a product disclosure statement under New Zealand law is required to contain.

### 15.3 Custodians

The Company is not required to determine, and will not determine, the identity or residence of any beneficial owners of Shares. Each Custodian will need to determine for itself whether its beneficiaries are eligible to participate in the Offer.

## 16. No Financial Advice

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This document does not provide financial advice and has been prepared without taking account of any person's investment objectives, financial situation or particular needs. You should consider the appropriateness of participating in the Offer having regard to your investment objectives, financial situation or particular needs. Shareholders should seek independent financial and taxation advice before making any investment decision in relation to these matters.

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## 17. Underwriting

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The Offer is not underwritten.

## 18. Acknowledgement

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By making an application under the Offer, you:

- irrevocably and unconditionally agree to the terms and conditions of the Offer and the terms and conditions of the Application Form and agree not to do any act or thing that would be contrary to the spirit, intention or purpose of the Offer;
- warrant that all details and statements in your application are true and complete and not misleading;
- agree that your application will be irrevocable and unconditional (that is, it cannot be withdrawn even if the market price of the Shares is less than the Issue Price);
- warrant that you are an Eligible Shareholder and are eligible to participate in the Offer;
- acknowledge that no interest will be paid on any application monies held pending the issue of Shares under the Offer or subsequently refunded to you for any reason;
- acknowledge that the Company and its officers and agents, are not liable for any consequences of the exercise or non-exercise of its discretions referred to in these terms and conditions;
- if you are applying on your own behalf (and not as a Custodian), acknowledge and agree that:
  - (i) you are not applying for Shares with an application price of more than \$30,000 under the Offer (including by instructing a Custodian to acquire Shares on your behalf under the Offer); and
  - (ii) the total of the application price for the following does not exceed \$30,000:
    - (A) the Shares the subject of the application;
    - (B) any other Shares issued to you under the Offer or any similar arrangement in the 12 months before the application (excluding Shares applied for but not issued);
    - (C) any other Shares which you have instructed a Custodian to acquire on your behalf under the Offer; and
    - (D) any other Shares issued to a Custodian in the 12 months before the application as a result of an instruction given by you to the Custodian

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to apply for Shares on your behalf under an arrangement similar to the Offer;

- if you are a Custodian and are applying on behalf of a Participating Beneficiary on whose behalf you hold Shares, acknowledge and agree that:
  - (i) you are a Custodian (defined above);
  - (ii) you hold Shares (directly or indirectly) on behalf of one or more Participating Beneficiaries;
  - (iii) you held Shares on behalf of the Participating Beneficiary as at the Record Date who has instructed you to apply for Shares on their behalf under the Offer;
  - (iv) each Participating Beneficiary on whose behalf you are applying for Shares has been given a copy of this document;
  - (v) the application price for the Shares applied for on behalf of the Participating Beneficiary, and any other Shares applied for on their behalf under a similar arrangement in the previous 12 months (excluding shares applied for but not issued), does not exceed \$30,000; and
  - (vi) the information in the Custodian Certificate submitted with your Application Form is true, correct and not misleading;
- agree to be bound by the constitution of the Company (as amended from time to time);
- acknowledge that none of the Company, its advisers or agents, has provided you with any financial product or investment advice or taxation advice in relation to the Offer, or has any obligation to provide such advice;
- authorise the Company, and its officers and agents, to correct minor or easily rectified errors in, or omissions from, your Application Form and to complete the Application Form by the insertion of any missing minor detail and
- have not distributed this document or any other documents relating to the Offer to, any person in the United States. Failure to comply with these restrictions may result in violations of applicable securities laws.

## 19. Additional provisions

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### 19.1 Amendments

The Company may amend the terms of the Offer at any time. Any material amendments will be announced to the ASX.

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## 19.2 Termination

The Company may terminate or otherwise withdraw the Offer at any time. Any termination or withdrawal will be announced to the ASX, and any application monies received will be refunded without interest.

## 19.3 Interpretation

The Company may act or omit to act in relation to the Offer (including applying the terms of the Offer) in its absolute discretion. The Company may settle any difficulty of question of fact or interpretation in relation to the Offer in any matter it thinks fit, whether generally or in relation to any participant, application or Share. The Company's decision will be conclusive and binding. The Company reserves the right to waive strict compliance with the terms of the Offer. The Board or any delegate may exercise the powers of the Company under the terms of the Offer.