

23 October 2026

Dear Shareholder

IMPORTANT NOTICE

Sale of your Unmarketable Parcel of The Hydration Pharmaceuticals Company Limited Shares

The Hydration Pharmaceuticals Company Limited (ACN 620 385 677) (ASX: HPC) (**HPC** or the **Company**) has established a share sale facility (**Share Sale Facility or Facility**) for eligible holders of parcels of Shares with a market value of less than A\$500 (**Minority Shareholders**) as at 5.00 pm (Melbourne time) on Friday, 16 October 2026 (**Facility Record Date**).

This letter is a notice given under rule 5.4(b) of the Company's Constitution (Selling non-marketable parcels) which authorises the Board to sell Shares that constitute less than a Marketable Parcel by following the procedures set out in rule 5.4.

The Facility is available only to Minority Shareholders with a registered address in Australia or New Zealand.

Our records show that, as at the Facility Record Date, you held an Unmarketable Parcel of Shares. Based on the closing sale price of Shares on ASX on the Facility Record Date of A\$0.003, an Unmarketable Parcel is any holding of fewer than 166,667 Shares (a parcel of Shares with a market value of less than A\$500).

Why the Company is offering the Facility

The Company is offering the Facility because it provides the following benefits:

- holders of an Unmarketable Parcel have the opportunity to sell their Shares without incurring any brokerage or handling costs, which in proportion to the value of their holding may otherwise render a sale unattractive or uneconomical; and
- the Company is relieved of the considerable administrative costs of maintaining a large number of very small holdings, reducing its ongoing administrative and corporate costs.

As at the Facility Record Date, approximately 436 Shareholders held an Unmarketable Parcel of Shares, representing approximately 3.47% of the total Shares on issue.



Key Dates

Event	Date
Facility Record Date (5.00 pm Melbourne time)	Friday, 16 October 2026
Announcement of Offer and Share Sale Facility to ASX	Friday, 23 October 2026
Letters sent to holders of an Unmarketable Parcel	Friday, 23 October 2026
Closing date for receipt of a Notice of Retention Form (Facility Opt-Out Date, 5.00 pm Melbourne time)	Monday, 7 December 2026
Sale of Unmarketable Parcels and distribution of sale proceeds to relevant Shareholders	As soon as practicable after the Facility Opt-Out Date

The Facility Opt-Out Date must be a date not earlier than 6 weeks after this letter is sent, as required by rule 5.4(c) of the Company's Constitution.

You may choose to sell all of your holding or retain your existing holding, as explained below.

1. Sell all of your existing holding

If you wish to sell your Shares through the Facility, you do not need to take any action.

In accordance with rule 5.4(c) of the Company's Constitution, if by 5.00 pm (Melbourne time) on the Facility Opt-Out Date the Company has not received a Notice of Retention Form from you and you have not increased your shareholding to a Marketable Parcel, you will be taken to have irrevocably appointed the Company as your agent to sell your Shares. Your Shares will then be pooled with the Shares of other participating Minority Shareholders and sold on-market by the Company's nominated broker (**Nominated Broker**), as soon as practicable after the Facility Opt-Out Date.

Sales will be made on-market at prevailing market prices, and may be made in one or more transactions during the sale period. The net proceeds of the sale process will be apportioned pro rata amongst all participating Minority Shareholders according to the number of Shares sold on their behalf.

Sale proceeds will be paid to you in Australian dollars by direct credit to the bank account recorded on the Company's share register (or as otherwise provided) as soon as reasonably practicable after the end of the sale period and required bank details are received. A transaction confirmation statement will be sent to you confirming the number of Shares sold, the average sale price and the total proceeds paid.

You may update your payment instructions by contacting Automic on the details set out at the end of this letter. You are encouraged to update your payment instructions to ensure prompt payment by electronic transfer. If you would like your updated address or payment instructions to be used, please ensure these details are updated by the Facility Opt-Out Date.

In accordance with rule 5.4(f) of the Company's Constitution, all brokerage and other transaction costs associated with the sale of your Shares under the Facility will be borne by the Company. No brokerage, commission or stamp duty will be payable by you. Any tax consequences arising from the sale of your Shares remain your responsibility.

If your Shares are held in a CHESS holding, the Company may, after the Facility Opt-Out Date, initiate a holding adjustment to move your Shares to the issuer-sponsored sub-register for the purposes of the Facility.

2. Retain your Unmarketable Parcel

If you wish to retain your existing holding you must either:

- correctly complete, sign and return the enclosed Notice of Retention Form in accordance with the instructions on that form, so that it is received by Automic by 5.00 pm (Melbourne time) on Monday, 7 December 2026 (**Facility Opt-Out Date**);
- consolidate multiple holdings into one holding which is a Marketable Parcel as at the Facility Opt-Out Date; or
- take up your Entitlement under the Rights Offer (and, if applicable, apply for additional Shortfall Securities), or otherwise acquire additional Shares, so that you are the registered holder of a Marketable Parcel as at the Facility Opt-Out Date. Any increase must be under the same name, address and holder number (**SRN** or **HIN**) as shown on the enclosed Notice of Retention Form.

If you successfully take one of these steps, the Company will not be entitled to sell your Shares under the Facility.

Important Information

The Board reserves the right, in accordance with rule 5.4(i) of the Constitution and before a sale is effected, to revoke this notice, or to suspend or terminate the operation of the Facility either generally or in specific cases, in its absolute discretion, including where the Board considers that market conditions would result in an unsatisfactory sale price for Minority Shareholders.



The Company is not bound to sell any or all of the Shares that may be available for it to sell under the Facility, and there is no guarantee that the Nominated Broker will be able to sell your Shares. Sale proceeds may differ from the market value of your Shares on the Facility Record Date, depending on movements in the market price and the Nominated Broker's ability to procure purchasers.

The Company will determine whether a Shareholder holds an Unmarketable Parcel as at the Facility Record Date and whether that Shareholder is eligible to participate in the Facility. If the Share price increases between the Facility Record Date and the Facility Opt-Out Date such that the market value of your Unmarketable Parcel increases to more than A\$500 on the Facility Opt-Out Date, your Shares which are the subject of this letter will still be sold under the Facility unless you return your completed Notice of Retention Form to Automic by 5.00 pm (Melbourne time) on the Facility Opt-Out Date.

In accordance with rule 5.4(g) of the Company's Constitution, a notice under rule 5.4(b) may be given to a Minority Shareholder only once in any 12-month period and may not be given during the offer period of a takeover bid for the Company. Under rule 5.4(h) of the Constitution, if a takeover bid is announced after this notice is given but before an agreement is entered into for the sale of your Shares, rule 5.4 will cease to operate in respect of your Shares and the Facility will not proceed in respect of your Shares.

Neither the Company nor any other person involved in the Facility shall be liable for failure to sell your Shares or at a particular price. The price of Shares is subject to change and an up-to-date price can be obtained from the ASX website (www.asx.com.au) under the code "HPC".

The Company does not make any recommendation or provide any advice regarding whether to sell your Shares under the Facility, retain your existing holding or acquire additional Shares. If you need help deciding what to do, or if you require information regarding the financial, legal or tax consequences of participating in the Facility, you should consult your appropriately qualified adviser.

If you require any further information, please contact the Company's share registry, Automic, on 1300 288 664 (within Australia) or +61 2 9698 5414 (outside Australia) between 8.30 am and 7.00 pm (Melbourne time), Monday to Friday, or email corporate.actions@automicgroup.com.au.

For and on behalf of the Board

Nick Berry

Chairman

The Hydration Pharmaceuticals Company Limited



[EntityRegistrationDetailsLine1Envelope]
[EntityRegistrationDetailsLine2Envelope]
[EntityRegistrationDetailsLine3Envelope]
[EntityRegistrationDetailsLine4Envelope]
[EntityRegistrationDetailsLine5Envelope]
[EntityRegistrationDetailsLine6Envelope]

Shares held at 5.00pm (Melbourne time) on Friday, 16 October 2026: [Holding]

ASX Security Code: HPC

Holder Number (SRN/HIN): [HolderNumberMasked]

UNMARKETABLE PARCEL FACILITY RETENTION FORM

YOUR RETENTION FORM MUST BE RECEIVED BY NO LATER THAN 5.00PM (MELBOURNE TIME) ON MONDAY, 7 DECEMBER 2026

This is an important document and requires your immediate attention. This document should be read in conjunction with the enclosed shareholder letter. If you are in any doubt as to how to deal with this form, you should consult your professional advisor.

Online Election (Recommended)

Visit <https://portal.automic.com.au/investor/home>

To elect online, simply scan the barcode to the right or enter the above link into your browser. Instructions lodging your election online and accessing this portal are provided in the section overleaf.

- ✓ **It's fast and simple:** Electing online is very easy to do, it eliminates any postal delays and removes any potential risk of it being lost in transit.
- ✓ **It's secure and confirmed:** Electing online provides you with greater privacy over your instructions and provides you with confirmation that your Election has been successfully processed.



Paper Election

Only return this form if you wish to retain your shares.

If you wish to elect to sell your shares back to the Company you **do not** need to return this form. To ensure you receive payment via EFT please update your payment details via the Investor Portal by visiting <https://portal.automic.com.au/investor/home>.

Provide your contact details:

Telephone Number	Contact Name (PLEASE PRINT)
Email Address	

SUPPORT YOUR COMPANY: By providing your email address, you elect to receive all communications despatched by the Company electronically (where legally permissible).

INSTRUCTIONS FOR COMPLETING THIS FORM

ELECTION OPTIONS

RETENTION OF SHARES

If you wish to retain your shares, please make an election online or return this form so it is received no later than the closing date.

SELLING YOUR SHARES

If you wish to elect to sell your shares you **do not** need to make an election or return this form. To ensure you receive payment via EFT please update your payment details by following the instructions on the next page.

LODGING YOUR RETENTION FORM



IMPORTANT! Retention Forms cannot be returned by fax or email.

Your Retention Form must be returned via one of the return methods provided below.

Due to recent changes to delivery times by Australia Post, standard delivery may now take up to ten Business Days, or longer from regional areas. Shareholders should bear this in mind when returning their Retention Form using Australia Post.

ONLINE

Existing users: If you have an existing Automic Investor Portal account, with access to The Hydration Pharmaceuticals Company Limited, you do not need to register and can log in with your existing username and password at <https://portal.automic.com.au/investor/home>

If you do not automatically see your HPC shareholding in your account, you can easily add it by selecting the "Add holding" button on the top right-hand corner of the screen and following the prompts.

New users: If you do not have an existing Automic account you will need to register for Investor Portal by visiting <https://portal.automic.com.au/investor/home> and following these steps:

1. In the Company Name field, select "The Hydration Pharmaceuticals Company Limited (HPC)"
2. Enter your Holder Number (SRN or HIN)
3. Enter the postcode (Australian address) or click "change country" to select the country code (overseas address) relevant to your holding
4. Tick the "I'm not a robot" box and click "Next"
5. Complete the prompts to set up your Username and Password

Once you are logged in, select "Offers" from the left-hand vertical menu and follow the prompts.

BY MAIL

The Hydration Pharmaceuticals Company Limited – Unmarketable Parcel Facility
C/- Automic Group
GPO Box 5193
Sydney NSW 2001

BY HAND DELIVERY (Between Sydney office hours 9.00am – 5.00pm AEDT)

Automic Group
Level 5
126 Phillip Street
Sydney NSW 2000

**YOUR SHARE RETENTION FORM MUST BE RECEIVED BY NO LATER THAN
5.00PM (MELBOURNE TIME) ON MONDAY, 7 DECEMBER 2026.**