

23 April 2012

Dear Shareholder

Important Information on Platinum Capital Limited's Share Buy-Back Programme

Shareholders passed the capital management proposal resolution in the Annual General Meeting of 2010. The resolution was a non-binding vote to consider whether the Company should implement the capital management proposal. The capital management proposal seeks to limit the difference between the Company's share price and its net asset value (NAV) to a range of -10% (discount) and +15% (premium).

On 19 March 2012, your Company announced a share buy-back as part of the capital management programme approved by shareholders. The buy-back programme started on 2 April 2012, with all shares being acquired through the Australian Securities Exchange.

You do not need to sell your shares or take any action in response to the start of the share buy-back programme. In fact, we think that the buy-back will benefit continuing shareholders through an increase in the Company's NAV per share.

The objective of the share buy-back is to minimise the discount between the Company's share price and its underlying NAV per share.

Your Company's shares have been trading at a discount of more than 10% to underlying NAV per share for the majority of the time since August 2011. Therefore, the conditions for enacting the capital management programme are present. Shareholders can be assured that shares will only be bought-back when the share price is trading at a discount to the Company's underlying NAV per share.

Should such conditions continue to exist, your Company intends to buy-back up to 16,495,941 shares over the next 12 months, which represents approximately 10 per cent of total shares on issue. During the buy-back programme, an approximate NAV per share and the percentage discount of the share price to NAV will be published each day on the Company's website at <http://www.platinum.com.au/Share%20Buy%20Back.htm>

Thank you for your continued support.

Yours faithfully



Bruce J Phillips
Chairman