

25 June 2021

Dear Shareholder

NOTICE OF ANNUAL GENERAL MEETING AND ANNUAL REPORT & ACCOUNTS

I am writing to notify you that the Annual General Meeting will be held on 22 July 2021 at 11:00 a.m. at The County Club, 158 High Street, Guildford, Surrey GU1 3HJ. The Annual Report and Financial Statements for the year ended 31 December 2020, the notice of the AGM which is set out on page 71 of the Annual Report as well as the Form of Proxy are available on the Company's website www.petards.com under the Investors tab.

The purpose of this letter is to explain the business to be considered at the AGM and to provide you with further information regarding the arrangements for the AGM this year.

AGM format

In light of the position, at the date of the notice, in relation to the Government's lifting of the restrictions on large gatherings and other public health measures, whilst the Directors are hopeful that the current public health restrictions across England will make attendance at the AGM lawful for shareholders, given ongoing public health considerations, shareholders are strongly encouraged not to attend the meeting in person. The Board encourages shareholders to complete Forms of Proxy, appointing the Chair of the meeting as proxy, and to vote on the resolutions before the deadline of 11.00 a.m. on 13 July 2021.

Due to the evolving nature of the coronavirus pandemic and the possibility of restrictions on large gatherings being re-introduced between the date of this document and the date of the AGM, the board will continue to monitor developments in relation to the pandemic and the latest Government guidance. The board will therefore continue to assess this over the coming weeks and whether it becomes necessary to make any amendments to the arrangements for the AGM, including restricting the maximum number of people who are permitted to attend the AGM. We, therefore, ask shareholders to monitor the Company's website and regulatory news for any further updates in relation to the AGM.

Should you have a question in relation to any of the resolutions to be proposed at the AGM, the 2020 report and accounts or the business of the Company, please email your question to enquiries@shareregistrars.uk.com by 12 noon on 20 July 2021. Questions will be grouped into themes and addressed on our website as soon as practicable following the AGM.

The Notice, and in particular the explanatory notes appended to the Notice, contain a detailed explanation of each of the resolutions.

Broadly the resolutions being proposed include resolutions to receive the audited consolidated annual financial statements of Petards Group plc together with the directors and auditors reports thereon for the financial period ended 31 December 2020, to reappoint one of the directors of the Company who is retiring by rotation, to reappoint the auditors and authorise the directors to fix the auditor's remuneration, to grant authority to the directors to allot shares in the Company, to disapply pre-emption rights in respect of certain allotments of shares for cash, subject to certain limits and restrictions and to authorise the Company to purchase its own shares on market.

Action to be taken

Attendance

Any shareholders wishing to attend the meeting in person are asked to confirm their attendance by emailing voting@shareregistrars.uk.com. no later than 20 July 2021. All attendees will be required to follow all COVID-19 safety procedures whilst at the AGM venue. Should the number of shareholders who notify us of their intention to attend the meeting in person result in our needing to make alternative arrangements to ensure that we can accommodate them safely, then this will be notified to shareholders via the regulatory news service.

Proxy voting

Whether or not you propose to attend the AGM, please complete and return the enclosed form of proxy. A form of proxy for use by Shareholders in connection with the AGM is enclosed with this letter. You are asked to complete and return it to the Company's registrars, Share Registrars Limited (the "Registrar"), by post to The Courtyard, 17 West Street, Farnham, Surrey, GU9 7DR or by e-mail to voting@shareregistrars.uk.com or by fax to 01252 719232 not later than 48 hours (excluding non-business days) before the time fixed for the Annual General Meeting. The appointment of a proxy will not stop you from attending the AGM and voting in person should you so wish and should circumstances continue to allow shareholders to attend the AGM in person.

Due to the evolving nature of the coronavirus pandemic and the possibility of restrictions on large gatherings being re-introduced between the date of this document and the date of the AGM, you are encouraged to appoint the Chair of the meeting as your proxy and give your instructions on how you wish the Chair to vote on the proposed resolutions. All proposed resolutions will be put to a vote on a poll. This will result in a more accurate reflection of the views of shareholders by ensuring that every vote is recognised. On a poll, each shareholder has one vote for every share held.

Recommendation

The Directors consider that the passing of the resolutions outlined above and set out in the notice is in the best interests of the Company and for the benefit of its shareholders as a whole. Accordingly, the Directors unanimously recommend that shareholders vote in favour of the resolutions.

Yours sincerely

Raschid Abdullah

Chairman

Petards Group plc