

10 May 2017

The Manager – Listings  
Australian Securities Exchange Limited  
Exchange Centre  
20 Bridge Street  
Sydney NSW 2000

### **Non-renounceable Rights Issue at \$0.12 per share to raise up to \$31,163,281**

Consolidated Operations Group Limited (**COG** or the **Company**) is pleased to announce a pro rata 1 for 4 non-renounceable rights offer of new fully paid ordinary shares in the Company (**New Shares**), at \$0.12 per New Share (**Offer Price**) raising up to \$31,163,281 in new capital (**Rights Issue**) before costs.

Entitlements not taken up may become available as additional shares. Eligible Shareholders may, in addition to their entitlements, apply for New Shares over and above their entitlement at the Offer Price (**Additional Shares**) regardless of the size of their present holding.

It is the intention of the directors to conduct a subsequent placement to sophisticated investors for any New Shares not taken up by existing shareholders of COG under the Rights Issue or Additional Share facility.

The Rights Issue is being conducted under section 708AA of the *Corporations Act 2001* (Cth) (**Corporations Act**) and does not require a prospectus. Eligible shareholders will be sent a short form offer document relating to the Rights Issue (**Offer Document**) and a personalised Entitlement and Acceptance Form on or about 17 May 2017.

The proceeds of this Rights Issue is to support the Company's acquisition growth strategy and its continuing growth in lease origination as announced by the Company on 1 May 2017

However, in the event that circumstances change or other better opportunities arise the directors reserve the right to vary the proposed uses to maximise the benefit to shareholders.

### **Key Information about the Rights Issue**

The Rights Issue is non-renounceable and is not underwritten. Blue Ocean Equities Pty Limited (**Blue Ocean**) has however been appointed as the lead manager to the Rights Issue and will manage any shortfall placement.

Each shareholder on the Company's register of members who has a registered address in Australia or New Zealand (**Eligible Shareholder**) at 7.00pm (Sydney time) on 16 May 2017 (**Record Date**) will be entitled to subscribe for one New Share in the Company for every four ordinary Shares held at the Record Date, at a price of \$0.12 per New Share. The entitlement of Eligible Shareholders to participate in the Rights Issue will be determined on the Record Date.

Entitlements to New Shares under the Rights Issue are non-renounceable, which means that entitlements will not be tradeable on ASX or otherwise transferable. If an Eligible Shareholder does not take up their

entitlement by the closing date of the Rights Issue, that Eligible Shareholder's entitlement under the Rights Issue will lapse and its interest in the Company will be diluted.

The New Shares and Additional Shares issued under the Rights Issue will be fully paid and will rank equally with Company's existing issued ordinary shares. The Company has made an application to the ASX for official quotation of the New Shares and Additional Shares. The Company expects that the New Shares will be entered into uncertificated holdings on 9 June 2017.

No dividend is being paid on ordinary shares in the Company in respect of the financial year ended 30 June 2017.

### Key dates for shareholders

The indicative timetable for the Rights Issue is as follows:

Announcement of Rights Issue	10 May 2017
"Ex" Date – Shares commence trading without the entitlement to participate in the Rights Issue	15 May 2017
Record Date to determine entitlement to New Shares	16 May 2017 (7.00pm)
Expected date of dispatch of Offer Document and Entitlement and Acceptance Form	17 May 2017
Opening Date	17 May 2017
Last day for acceptance and payment in full ( <b>Closing Date</b> )	2 June 2017
Shares quoted on a deferred basis	5 June 2017
Notify ASX of Undersubscriptions	7 June 2017
Issue Date	9 June 2017
Despatch of NEW Shares Holding Statements	10 June 2017
Commencement of trading of New Shares on ASX	12 June 2017

This timetable is indicative only and subject to change. Subject to the ASX Listing Rules and the Corporations Act, the directors of the Company reserve the right to vary these dates, including the Opening Date and Closing Date, without prior notice.

### Capital structure

As at the date of the announcement, the Company had 1,038,776,028 Shares on issue. The maximum number of New Shares to be issued under the Rights Issue is 259,694,007, which would raise up to \$31,163,281 before

costs. At the conclusion of the Rights Issue, the total number of issued ordinary shares in the Company will be a maximum of 1,298,470,035. All this information is subject to the reconciliation of entitlements and rounding.

#### **Overseas shareholders**

The Rights Issue is not being extended to any shareholder with a registered address outside Australia or New Zealand. The Company has determined that it is not economically viable for it to make offers to shareholders with a registered address outside of Australia or New Zealand, having regard to the cost of meeting compliance requirements with securities laws in each applicable jurisdiction and the small number and value of New Shares that would be offered in such jurisdictions.

#### **Further information**

**Shareholders eligible to participate in the Rights Issue do not need to take any action at this time.** A personalised Entitlement and Acceptance Form will be mailed to each Eligible Shareholder at the address on the members register of the Company on 17 May 2017. Eligible Shareholders that wish to participate will need to complete the Entitlement and Acceptance Form and return it with payment by the Closing Date.

The Closing Date for acceptance and payment is currently expected to be 5.00pm (Sydney time) on 2 June 2017.

For further information please contact:

**Cameron McCullagh**  
Managing Director

0439 998 818

**David Franks**  
Company Secretary

02 9299 9690