

Announcement

Henry Morgan Limited
ACN 602 041 770

13 March 2018

Corrective Action

Henry Morgan Limited (ASX:HML) (**HML** or **Company**) advises that it has been informed by ASX that given John Bridgeman Limited's (**JBL**) relationship to HML's Managing Director, Stuart McAuliffe, and its role as HML's Investment Manager, ASX considers the acquisition of certain securities in JBL by HML requires shareholder approval pursuant to Listing Rule 10.1.5.

HML acquired 1,398,573 shares and options (**JBL Securities**) under a placement by JBL. As the value of the consideration for the JBL Securities exceeded 5% of HML's equity interests as set out in its latest accounts by approximately \$486,121, the JBL Securities constitute a 'substantial asset' for the purposes of Listing Rule 10.2.

ASX is of the view that the acquisition of the JBL Securities breached Listing Rule 10.1.5 and ASX requires HML to take the corrective action set out in Listing Rule 10.9. The corrective action required under Listing Rule 10.9, at the option of HML, is either of the following:

1. Listing Rule 10.9.1 - Cancelling the transaction (or arranging for its cancellation).
2. Listing Rule 10.9.2 - Seeking the approval of the holders of ordinary securities to the transaction. If approval is not obtained, the entity must cancel the transaction (or arrange for its cancellation).

Corrective action:

While HML does not agree with the ASX's reasoning contained within its determination in relation to the JBL Securities, the Company advises that it intends to seek the approval of the holders of its ordinary securities to the transaction in accordance with Listing Rule 10.9.2.

Further details will be provided as they become available.

ENDS

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