

13 March 2019

Rights Issue Cleansing Notice under section 708AA(2)(f) Corporations Act ("Notice")

Tamawood Limited (ACN 010 954 499) ("**TWD**") will undertake a non-renounceable rights issue of up to 640,804 fully paid ordinary TWD shares to its shareholders ("**Issue**") on the basis of an entitlement to subscribe for one (1) ordinary TWD share ("**New Shares**") for every 40 ordinary TWD shares held at the Record Date, being 18 March 2019 with each such share being issued at an issue price of \$3.65 per share to raise approximately \$2,338,935 ("**Entitlement Offer**"). The Entitlement Offer was fully underwritten by Poltick Pty Ltd, a related entity of director, Mr Lev Mizikovsky.

TWD states that it will offer the New Shares for issue without disclosure to investors under section 708AA(2)(f) of the *Corporations Act 2001* (Cth) (**Corporations Act**) (as modified by *ASIC Corporations (Non Traditional Rights Issue) Instrument 2016/84*).

Further details regarding the Entitlement Offer will be set out in an Offer Booklet.

For the purposes of section 708AA(7) of the Corporations Act, TWD advises:

- (a) the New Shares will be offered for issue without disclosure under Chapter 6D of the Corporations Act;
- (b) this Notice is given under section 708AA(2)(f) of the Corporations Act;
- (c) as at the date of this Notice, TWD has complied with the provisions of:
 - (i) chapter 2M of the Corporations Act as they apply to TWD; and
 - (ii) section 674 Corporations Act;
- (d) as at the date of this Notice, there is no excluded information of the type referred to in section 708AA(8) and 708AA(9) of the Corporations Act;
- (e) information regarding the potential effect of the issue of New Shares under the Entitlement Offer will have on the control of TWD, and the consequences of that effect, is set out below:
 - (i) if all members take up their entitlements under the Entitlement Offer then the Issue will have no effect on the control of TWD;
 - (ii) however, to the extent that any members fail to take up their entitlement under the Entitlement Offer, those member's percentage holdings in TWD will be diluted by those other members who take up some or all of their entitlement;
 - (iii) the issue of New Shares is not expected to have material effect or consequence on the control of TWD.



Entities associated with the TWD directors have agreed they will take up their entitlements. These entitlements represent approximately 53.59% of the total entitlements under the Entitlement Offer, provided all shareholders subscribe for their full entitlement under the Entitlement Offer. If no shareholders take up their entitlements under the Entitlement Offer, then the Underwriter Politick Pty Ltd, will be required to take up all of the 640,804 New Shares under the Entitlement Offer. If this were to occur then the total number of shares held by Mr Mizikovsky (and his associates) will increase their combined holding from 12,658,275 to 13,299,079 shares and the voting power of Mr Lev Mizikovsky (and his associates) will increase from a combined 49.38% to a maximum of 50.62%.

Further details regarding the Entitlement Offer will be set out in the Offer Booklet.

Geoff Acton
Company Secretary