

18 March 2019

The Manager
Companies Announcements Office
Australian Securities Exchange

Dear Sir/Madam

Kangaroo Island Plantation Timbers Ltd Successful completion of \$1 million Share Purchase Plan

HIGHLIGHTS

Approximately \$1 million raised via a Share Purchase Plan (SPP) at \$2.00 per share.

On 18 February announced \$10 million raised via an Institutional Placement at \$2.00 per share , being 4.67 million shares issued on 26 February 2019 and 0.33 million shares to directors, subject to shareholder approval.

The funds raised (total approximately \$11m) will primarily be used for additional approval costs, pontoon enhancements, pre-approval value engineering studies and increased contingency.

Kangaroo Island Plantation Timbers Limited (KPT or the Company) owns 100% interests in substantial hardwood and softwood assets on Kangaroo Island, South Australia. KPT is in the process of finalising primary approvals to develop port operations on the island for the primary purpose of conducting a highly profitable operation exporting timber (including woodchip) with minimal environmental impact.

KPT is pleased to announce the successful completion of a Share Purchase Plan (SPP) of 483,250 new KPT shares (**New Shares**). The New Shares will be issued at a price of \$2.00 per New Share, which represents a 14.9% discount to the last close price and the 5-day volume weighted average price of \$2.35, at Friday 15 February 2019, being the record date for the SPP. The SPP was capped at \$1 million.

The SPP closed on Tuesday, 12 March 2019 and the New Shares are expected to be issued today and holding statements will be despatched to participating Shareholders on Wednesday, 20 March 2019.

The SPP was undertaken to provide all eligible shareholders the opportunity to acquire New Shares on the same terms as the recent Institutional Placement. The Company is delighted with the response to the SPP, in particular with the large number of applications from smaller shareholders.

If you have any questions in relation to the SPP, please contact KPT directly on +61(0)8 7100 5468.

Yours faithfully



Victoria Allinson
Company Secretary