

6 November 2019

The Manager
Companies Announcements Office
Australian Securities Exchange

Dear Sir/Madam,

Legal proceedings relating to easements at Smith Bay

The Company (KIPT) refers to its announcement of 9 March 2018 concerning land, shore and seabed tenure at Smith Bay, Kangaroo Island, the site of its proposed KI Seaport development. In that announcement, the Company referred, inter alia, to its efforts to have an easement affecting a dam on its land set aside and, further, to correct a defect in another easement designed to facilitate the supply of electricity to its land.

Neither of these easements materially affects KIPT's ability to build and operate the KI Seaport. However, the Company has sought court orders that would, at the very least, clarify the rights of KIPT and its neighbours and, if successful, improve its control and use of the whole site.

The Company's efforts to settle the matter before trial proved unsuccessful. On Monday and Tuesday this week, the matter was heard in the Supreme Court of South Australia. The hearing has now concluded. While the Company does not consider the status of these easements to be material, the issue has attracted some interest and, accordingly, the Company will advise the market when a judgment is handed down.

The timetable for the approval and construction of the KI Seaport is not affected by the timing of the Court's decision.

Yours sincerely,



Ms Vicky Allinson
Company Secretary