

1 December 2016

The Manager  
Companies Announcements Office  
Australian Securities Exchange

Dear Sir/Madam

**Kangaroo Island Plantation Timbers Ltd –  
Accelerated Non-Renounceable Entitlement Offer:  
Successful completion of the Retail Entitlement Offer**

Kangaroo Island Plantation Timbers Limited (**Company** or **KPT**) today announces the successful completion of the retail component of the fully underwritten 1 for 3.7 pro rata non-renounceable accelerated entitlement offer announced 10 November 2016 to raise approximately \$12.8 million (**Offer**) at \$25.00 per ordinary share (**New Shares**).

**HIGHLIGHTS**

**The retail component of the Offer (Retail Entitlement Offer) has been successfully completed raising \$2.7 million**

**New Shares under the Retail Entitlement Offer to be issued on 6 December 2016**

**The Offer raised \$12.8 million in total**

*The Retail Entitlement Offer*

The Retail Entitlement Offer closed 5pm AEDT on Monday, 28 November 2016. Eligible Retail Shareholders have subscribed for 30,837 shares, which represents \$770,925, under the Retail Entitlement Offer.

Included in the shares issued under the Retail Entitlement Offer are 27,831 New Shares to be issued to the three Directors who elected to participate in the Retail Entitlement Offer. Directors showed their strong support for the Offer by subscribing for 99% of their Entitlement under the Offer.

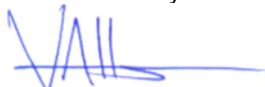
In addition, Eligible Retail Shareholders who subscribed for their full Entitlement were also given the opportunity to apply for Additional New Shares that are not subscribed for under the Retail Entitlement Offer. Eligible Retail Shareholders subscribed for 13,199 Additional New Shares which represents \$329,975.

In total, 71,867 New Shares (representing \$1,796,675) were taken up under the Retail Entitlement Offer. As the Retail Entitlement Offer is fully underwritten, the balance of 37,575 New Shares (representing \$939,375) will be subscribed for under the terms of the Underwriting Agreement.

New Shares subscribed for under the Retail Entitlement Offer and the Underwriting Agreement are expected to be issued on Tuesday, 6 December 2016, and commence trading on ASX the same day.

If you have any questions in relation to the Offer, please contact KPT's Company Secretary, Ms Victoria Allinson, on 08 8227 2482. For other questions, you should consult your stockbroker, accountant or other professional adviser.

Yours faithfully



Victoria Allinson  
Company Secretary