

22 December 2016

NON-RENOUNCEABLE RIGHTS ISSUE TO FUND PRODUCT DEVELOPMENT

HIGHLIGHTS

- **Capital raising to fund further product development and provide working capital**
- **Capital raising to raise \$2,035,556**
- **Shareholders can apply for additional shares in excess of their entitlement**

iSentric Limited ("iSentric" or the "Company"; ASX: ICU) is pleased to announce a pro rata, non-renounceable rights issue of one (1) New Share at an issue price of 6 cents (\$0.06) for every four (4) Shares held at the Record Date and subscribed for, to raise approximately \$2,035,556, before issue costs and one (1) free attaching option having an exercise price of 9 cents (\$0.09) and expiry date of 31 January 2018 ("New Option") for every one (1) New Share purchased ("the Offer" or "the Rights Issue").

The funds raised through the Offer will be applied to funding the development work which iSentric is undertaking with Touch 'n Go in Malaysia to develop a mobile payments platform, and extension of the work being undertaken in developing mobile payments platforms with the Company's financial and telecommunications partners in the Enterprise Mobility and Digital Payment divisions together with the Company's ongoing working capital requirements.

The Rights Issue incorporates a Shortfall Facility under which Eligible Shareholders can apply for New Shares and New Options in excess of their pro-rata entitlement. The issue of New Shares and New Options under the Shortfall Facility will be dependent on there being a shortfall in the take up of pro rata entitlements under the Entitlement Offer and subject to the discretion of the Board. Eligible Shareholders who wish to apply for New Shares and New Options under the Shortfall Facility can do so by specifying the number of Additional New Shares they wish to apply for in the space provided on their Entitlement and Acceptance Form.

Members of the public who are not Eligible Shareholders whose registered address is in Australia may also subscribe for New Shares and New Options under the Shortfall Offer pursuant to this Prospectus by submitting a properly completed Application Form. The Entitlements of Eligible Shareholders will be satisfied in full prior to any Shortfall Securities being allotted to members of the public in respect of such Applications.

Eligible Shareholders

The Eligible Shareholders to whom the Entitlement Offer is being made are those shareholders who are:

- (a) registered as a holder of iSentric Shares as at the Record Date;
- (b) have a registered address in Australia or New Zealand;
- (c) not in the United States, are not a “U.S. person”, as defined in Regulation S under the U.S. Securities Act of 1933 (“U.S. Person”), and are not acting for the account or benefit of any person in the United States or any “US Person”; and
- (d) eligible under all applicable securities laws to receive an offer under the Entitlement Offer.

In addition to being able to apply for New Shares under the Rights Issue, Eligible Shareholders will also have the ability to apply for Additional New Shares that are not subscribed for under the Rights Issue. Shareholders with registered addresses outside Australia and New Zealand are considered ineligible shareholders (“Ineligible Foreign Shareholders”) and cannot participate in the Offer unless that they are able to evidence that their participation in the Offer will not be in breach of any law or regulation in the relevant jurisdiction.

The Company has determined that it is not practicable for Ineligible Foreign Shareholders to participate in the Offer having regard to the number of Ineligible Foreign Shareholders, the number and value of New Shares they would be offered and the costs of complying with the regulatory requirements of those jurisdictions.

Indicative Dates

EVENT	DATE
Offer announced and Appendix 3B lodged with ASX and Prospectus lodged with ASIC. Notice of Offer sent to Optionholders	22 December 2016
Notice of Offer sent to Eligible and Ineligible Shareholders	23 December 2016
Shares quoted ex Rights	28 December 2016
Record Date (5.00pm AEDT)	29 December 2016
Prospectus and Entitlement and Acceptance Form dispatched to Shareholders	4 January 2017
Closing Date	25 January 2017
New Shares quoted on a deferred settlement basis.	27 January 2017
Notification to ASX of Shortfall Offer	31 January

EVENT	DATE
Issue date for New Shares and New Options (including Shortfall Offer) Deferred settlement trading ends	2 February 2017
Commencement of trading of New Shares (Normal trading of Shares resumes)*	3 February 2017

** Trading of New Options is subject to official quotation.*

Dates and times in this announcement are indicative only and subject to change. All dates and times are references to Australian Eastern Daylight Time.

iSentric reserves the right to amend any or all of these dates and times, subject to the Corporations Act, the ASX Listing Rules and other applicable laws and regulations. In particular, iSentric reserves the right to extend the Closing Date, to accept late applications under the Entitlement Offer (either generally or in particular cases) and to withdraw the Rights Issue without prior notice. Any extension of the Closing Date may have a consequential impact on the date that New Shares are issued and commence trading on the ASX. Applicants are encouraged to submit their acceptances as soon as possible after the Rights Issue opens.

iSentric also reserves the right not to proceed with the whole or part of the Rights Issue at any time prior to the issue of the New Shares. In that event, application monies (without interest) would be returned to applicants.

Shareholder Enquiries

Eligible shareholders will be sent further details about the Rights Issue in an Offer Booklet, a copy of which accompanies this announcement. Shareholders should read the Offer Booklet carefully before making any investment decision regarding the Rights Issue.

Shareholders who have questions relating to the Rights Issue should call the Company on +61 1300 420 545 between 9:00am and 5:00pm (AEDT) on business days during the offer period.

For further information, please contact:

Yours sincerely



Lim Keong Yew

Chairman