

**BKM MANAGEMENT LIMITED**

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**23<sup>rd</sup> March 2016**

**Information disclosed under LR 3.10.5A and 7.1A.4(b)**

On 27<sup>th</sup> November 2015, the company announced that a private placement to sophisticated and professional investors occurred which utilised the company's capacity under listing rule 7.1A

The company advises that 125,000,000 new shares were issued at an issue price of \$0.0012, and the following information is disclosed under listing rule 3.10.5A in relation to the issue.

**(a) Details of dilution to the existing holders of ordinary securities caused by the issue.**

The issue of 125,000,000 shares pursuant to listing rule 7.1A diluted voting power of existing shareholders by 9.92%

Total number of shares on issue after the placement is 1,384,619,878.

**(b) Where the equity securities were issued for cash consideration, a statement of the reasons why the issue was made under LR 7.1A and not as another type of issue which existing ordinary security holders would have been eligible to participate.**

Due to the cost, timing and pricing benefits, the company maintains that an issue under LR 7.1A was appropriate in these circumstances to complete the private placement within a short time frame.

**(c) Details of any underwriting arrangements, including fees payable to the underwriter.**

No underwriting arrangements were entered into.

**(d) Any other fees or costs incurred in connection with the issue.**

No other fees or costs were incurred in connection with the issue

For and on behalf of the Company,



Phillip Hains  
Company Secretary