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Company Announcements Office
Australian Securities Exchange
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SYDNEY, NSW 2000

Completion of Strategic Placement, Engagement of Endeavour Technologies and New Director Appointment

HIGHLIGHTS

- **A\$1.02m Placement to North American and Domestic Institutional and sophisticated investors.**
- **Engagement with globally recognised Mobility Company - Endeavour Technologies.**
- **Appointment of New Non-Executive Director – Mr. Graham Steer.**

PLACEMENT

The Directors of Reclaim Industries Limited (“**RCM**” or “**the Company**”) are pleased to announce that 68,000,000 fully paid ordinary shares were issued under a completed Sophisticated Placement raising \$1,020,000 at \$0.015.

The funds raised will enable the Company to advance further loan funds to Skills Connect Pty Ltd (“**SCL**”) (see below) as well as provide additional working capital.

NEW ENGAGEMENT – ENDEAVOUR TECHNOLOGIES

Endeavour Technologies (“**Endeavour**”) has been engaged by SCL to enhance the underlying platform and to improve the mobility functionality of the software. Endeavour is based in Austin Texas, founded in 2002. Endeavour specializes in mobile Consulting & System Integration with particular expertise on implementing end to end mobility solutions. Endeavour has a team of 300+ dedicated mobility professionals and a number of large marquee customers including Mercedes-Benz, Tesco, HP, WellDoc, Frost Bank, Boston Scientific, RIM BlackBerry, AIG amongst others.



NEW ENGAGEMENT – ENDEAVOUR TECHNOLOGIES (continued)

SCL Chairman, Mr. Robert Day said: “the Skills Connect solution has been very well received in the USA and the size and scope of the opportunity continues to mature. To harness this, we have engaged the globally recognised Endeavour Technologies to enhance the underlying platform and to improve the mobility functionality. This will transition the SCL product from the current Web based format to a mobile platform with global scalability, Version II and greater functionality. “

APPOINTMENT OF NEW DIRECTOR

SCL is pleased to announce the appointment of Mr. Graham Steer. Mr Steer is a former Partner of Hill Rogers Spencer Steer; a mid-tier accounting practice in Sydney will be joining the board. Graham’s experience and expertise in accounting, auditing, company structure and negotiations will prove an invaluable addition to the board as we move into a listed environment. Mr. Steer is a Practising Chartered Accountant with 30 plus years of experience.

RE-COMPLIANCE WITH CHAPTERS 1 & 2

The Directors of RCM advise that ASX has confirmed that the Company is required to re-comply with Chapters 1 and 2 of the ASX Listing Rules to acquire Employment Management Systems Pty Ltd (“EMS”), 100% owners of SCL. The Company will therefore be required to complete a number of elements determined by the ASX Listing Rules summarised but not limited to the following.

RCM will be required to convene a meeting of shareholders, at which the shareholders will be asked to vote on the proposal to acquire EMS. If the shareholders approve the transaction to acquire EMS, the Company’s shares will be suspended from trading on the ASX until the requirements of Chapters 1 & 2 of the ASX Listing Rules have been satisfied.

RCM will prepare and issue a necessary disclosure document to raise sufficient funds to enable the re-compliance with Chapters 1 & 2 of the ASX Listing Rules. The capital raising will be conducted at a minimum of \$0.20 per share in accordance with the requirements of Chapters 1 & 2 of the ASX Listing Rules. Funds raised will be used to support the revenue generating initiatives of EMS and SCL as well as to cover the ongoing corporate administration and operating costs of the Company.

The shares issued under the Placement noted above will not be tradeable on ASX until after re-compliance. Following the re-compliance, the shares will be subject to escrow in accordance with the ASX Listing Rules.



Revised Indicative Timetable for Re-compliance

	Date*
Dispatch of Notice of Meeting	1 September 2014
Meeting of Shareholders to Approve Acquisition	1 October 2014
Results announced and suspension of Company's Shares from trading on ASX	1 October 2014
Lodgement of Disclosure Document	1 October 2014
Closure of Disclosure Document	3 November 2014
Satisfaction of all Requirements of Chapters 1 & 2	6 November 2014
Reinstatement to Trading	10 November 2014

*The above dates are indicative only and are subject to change. The Company will keep shareholders updated on the timing of the implementation of the transaction as it progresses

CONCLUSION

Over the last 2 months, SCL has vastly improved its technology proposition and tailoring of the sales and communication strategy to penetrate the key target market – North America. Management's focus is now directed to future resourcing and increasing our distribution channels, all of which will be announced to the market in the coming months.

ENDS

A handwritten signature in black ink, appearing to read "Deborah Ho".

Deborah Ho
Company Secretary
Reclaim Industries Limited