

7 November 2014

The following information is provided by Covata Limited (**Covata** or the **Company**) for release to the market.

Distribution schedule

Shares

Range	Total holders	Shares	Percentage
1 - 1,000	197	106,350	0.029%
1,001 - 5,000	140	404,724	0.109%
5,001 - 10,000	51	452,007	0.122%
10,001 - 100,000	253	12,156,673	3.277%
100,001 - and over	256	357,872,013	96.464%
Total	897	370,991,767	100%

Top 20 Holders

Shares

Rank	Holder	Shares	Percentage
1	TPG Telecom Limited	56,646,665	15.269%
2	Raven Capital Nominees Pty Ltd <The Raven Technology 1 Fund>	20,950,400	5.647%
3	Gaffwick Pty Ltd	19,548,888	5.269%
4	Ilwella Pty Limited	19,548,888	5.269%
5	Eurolay Capital Advisors LLC	11,203,621	3.020%
6	Brispot Nominees Pty Ltd <House Head Nominee No 1 A/C>	10,480,000	2.825%
7	UBS Nominees Pty Ltd	9,520,000	2.566%
8	Raven Ventures Pty Ltd	8,250,000	2.224%
9	RBC Investor Services Australia Nominees Pty Limited <BKCust A/C>	7,500,000	2.022%
10	Gerard O'Brien & Helen O'Brien <O'Brien Super A/C>	7,138,380	1.924%
11	Fed ID Australia Pty Ltd	6,890,924	1.857%
12	Kensington and Park Group Holdings Pty Ltd	5,510,709	1.485%
13	Jack Burston <The Burston Family A/C>	5,307,855	1.431%
14	First Stirling Finance Pty Ltd	5,189,484	1.399%
15	Asia Principal Capital Group Pte Ltd	4,791,812	1.292%
16	Berkley Capital Pty Ltd <Kelloway A/C>	4,603,204	1.241%
17	Bantry Holdings Pty Ltd <The Bantry A/C>	4,550,000	1.226%
18	Vicex Holdings Pty Ltd <Vicex Super fund A/C>	4,463,863	1.203%
19	Angus Miller	4,143,187	1.117%
20	Kalgoorlie Mine Management Pty Ltd	4,000,000	1.078%
	Total (Top 20)	220,237,880	59.305%
	Total (Remaining)	150,753,887	40.695%

Securities subject to escrow

Security	Escrow period	Number
Shares	24 months from the date of reinstatement to quotation of the Shares	8,893,137
Shares	12 months from the date of issue of the Shares	17,022,194
Performance Shares	24 months from the date of reinstatement to quotation of the Shares	2,170,001
Performance Shares	12 months from the date of issue of the Shares	2,477,796
Options	24 months from the date of reinstatement to quotation	21,431,250
Options	Until 18 December 2014	187,500

Unconditionality

The Takeover Offer is unconditional, and there is nothing preventing the Company from issuing the securities referred to in the paragraph below.

Issue of securities

The Company confirms that 238,597,297 Shares and 34,730,847 Performance Shares in the Company have been issued to shareholders of Cocoon in accordance with the terms of the Takeover Offer. Those Shares or Performance Shares that have not been issued as at the date of this notice will be issued upon receipt of further acceptances under the Takeover Offer or in accordance with the compulsory acquisition process.

Compulsory Acquisition

As the Company has acquired a relevant interest in over 90% of the issued capital of Cocoon under the Takeover Offer, the Company will also be required to issue approximately 11,402,703 more Shares and 1,677,518 more Performance Shares in acquiring the outstanding shares in Cocoon through compulsory acquisition.

The Company lodged a compulsory acquisition notice with the Australian Securities and Investments Commission on 31 October 2014 which has been dispatched to all Cocoon shareholders who did not accept the Takeover Offer. The Company anticipates that the compulsory acquisition process will take 4 to 6 weeks to complete in accordance with the requirements of the Corporations Act.

Capital Structure

As at 4 November 2014, the Company has successfully acquired, under its off-market takeover offer (**Takeover Offer**), over 95% of Cocoon Data Holding Limited's (**Cocoon**) issued shares (with the remainder to be compulsorily acquired in due course), and has completed a raising of \$15 million via a public offer pursuant to a prospectus dated 22 September 2014 (**Public Offer**).

Shares	Number
Shares on issue (on a post Consolidation basis)	
Before commencement of transaction	33,744,470
Issue to Cocoon Shareholders under Takeover Offer (post Consolidation Shares)	238,597,297
Shares issued under the Public Offer	75,000,000
Shares issued to advisors of the Company as part of the Transaction	10,000,000
Issue of Shares under Convertible Note Agreements	13,650,000
Total (post Consolidation basis)	370,991,767

Options and Performance Shares	Number
Existing Options	Nil
Option Offer	34,722,656
Performance Shares issued to Cocoon Shareholders under the Takeover Offer	34,730,847
Total (post Consolidation basis)	69,453,503

Breakdown of Security Issues

Holder	Shares	Performances Shares	Options
Cocoon Shareholders other than warrant holders	221,575,097	32,253,047	-
Cocoon option holders	-	-	34,722,656
Cocoon warrant holders	17,022,200	2,477,800	-
Cocoon convertible noteholders	13,650,000	-	-
CPS Capital Group Pty Ltd and its nominees	10,000,000	-	-
Prospectus	75,000,000	-	-

Compliance with ASX Listing Rules

The Company confirms that, as at the date of this announcement, it is in compliance with the ASX Listing Rules and, in particular, ASX Listing Rule 3.1.

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