

3 July 2017

**SHARES ISSUED WITH SECURITY HOLDER APPROVAL UNDER  
LISTING RULE 7.1A**

The Company has today issued 49,066,456 Shares in Pan Asia Corporation Limited (ASX:PZC) under Listing Rule 7.1A. The following information is provided in accordance with Listing Rule 3.10.5A.

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

The Company issued 49,066,456 shares under Listing Rule 7.1A and 48,575,793 shares under Listing Rule 7.1 (Placement). This results in the following dilution to existing shareholders:

	<b>Number</b>
Number of shares on issue prior to Placement	490,664,567
Shares issued under Listing Rule 7.1A	49,066,456
Shares issued under Listing Rule 7.1	48,575,793
Total shares on issue after Placement	588,306,816
Percentage of voting dilution from shares issued under Listing Rule 7.1A	8.34%

*(b) Where the equity securities are issued for cash consideration, a statement of the reasons why the eligible entity issued the equity securities as a placement under rule 7.1A and not as (or in addition to) a pro rata issue or other type of issue in which existing ordinary security holders would have been able to participate.*

Given the Company's requirement for working capital, the availability of the funding from eligible persons was considered to be an efficient and expedient method of raising funds.

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

There is no underwriter agreement and no underwriter fees payable in respect of this Placement.

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

There are no other fees or costs incurred in connection with the issue.

**ENDS**