

18 October 2017

ASX ANNOUNCEMENT

RIGHTS ISSUE ENTITLEMENT OFFER

Default by underwriter

On 11 September 2017, the 1 for 1 non-renounceable Rights Issue Entitlement Offer ("Rights Issue") closed with a shortfall of 585,609,438 shares.

The rights issue was fully underwritten by Investment Advisers Alliance Pty Ltd ("IAA"), a company controlled by the PZC Executive Chairman, Mr Peter Chai.

On 11 October 2017, the Company served a shortfall notice on IAA, requiring IAA to subscribe for the shortfall.

IAA has not subscribed for any shortfall shares pursuant to the underwriting agreement and is therefore in default.

As set out in the Rights Issue Offer Document, the Board will seek to place the shortfall shares over the 90 days from closing, that is by 11 December 2017.

Brett Crowley
Company Secretary