

8 November 2017

Elizabeth Harris
ASX Limited
Level 40, Central park
142-158 St George's Terrace
Perth WA 6000

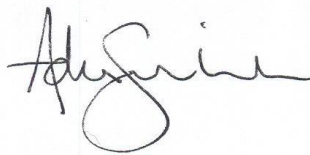
Dear Elizabeth,

**DRAGONTAIL SYSTEMS LIMITED
TRADING HALT REQUEST**

Dragontail Systems Limited hereby requests that its securities be placed in a trading halt and provides the following information in accordance with ASX Listing Rule 17.1.

1. The Company requests an immediate trading halt pending the release of an announcement in relation to a large commercial customer agreement expected to be executed today.
2. The trading halt is to last until the earlier of the Company releasing the announcement, or the commencement of trading on Friday 10 November 2017.
3. We expect that the trading halt will end by the Company making an announcement.
4. The Company is not aware of any reason why the trading halt should not be granted.

Yours faithfully

A handwritten signature in black ink, appearing to read "Adam Sierakowski".

Adam Sierakowski
Director