



ASX Announcement

15 November 2017

Shares Issued with Security Holder Approval under Listing Rule 7.1A

With reference to the issue of 737,266 shares at \$0.03 each and 212,212 shares at \$0.0264 each, the following information is provided in accordance with Listing Rule 7.1 A.4(b).

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

The Company issued 949,478 shares under Listing Rule 7.1A. This resulted in the following dilution to existing shareholders:

Number of shares on issue prior to share issue	195,738,104	Dilution
Shares issued under Listing Rule 7.1A	949,478	0.48%
Total Shares on issue	196,687,582	

(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 eligible to participate.

The Executives and Consultants of the Company have agreed to take shares in lieu of fees and salaries in order to conserve cash and maintain a satisfactory level of working capital for the benefit of shareholders. The 949,478 Ordinary Shares were issued to Senior Managers and Consultants in lieu of \$27,723 of fees.

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

Nil

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

No costs, apart from ASX and share registry related security listing fees.

On behalf of the Board
DP Cornish
Company Secretary