

ASX ANNOUNCEMENT

11 October 2018

Listing Rule Disclosure - Placement

On 27 September 2018 the Company announced the placement of 20,000,000 shares at 2.5 cents each to raise \$500,000 in working capital. 9,000,000 shares were issued with immediate effect on 9 October 2018, with 8,997,500 of those shares issued pursuant to Listing Rule 7.1A.

The Company provides the following additional information pursuant to Listing Rule 3.10.5A. The dilutive effect on the Shares of existing shareholders, as a result of the issue of Shares under the placement, is as follows:

	Shares	Dilution
Shares on issue prior to Placement	106,505,829	
Shares issued under Listing Rule 7.1	2,500	0.002%
Total Shares on issue after Listing Rule 7.1 issue	106,508,329	
Shares issued under Listing Rule 7.1A	8,997,500	7.79%
Total Shares on issue following Placement	115,505,829	

Due to the relatively small amount of capital being raised, the Directors formed the view that the placement was the most expedient mechanism for raising funds in a timely manner, rather than by a pro rata issue.

The placement was not underwritten, and a fee of 6% was paid in relation to the placement.



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