

ASX ANNOUNCEMENT

3 July 2019

Listing Rule Disclosure - Placement

On 2 July 2019 the Company announced the placement of 50,000,000 fully paid ordinary shares at 2.2 cents each to raise \$1,100,000 in working capital. 50,000,000 shares were issued with immediate effect on 2 July 2019, 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	257,856,338	
Shares issued under Listing Rule 7.1	37,815,951	12.79%
Total Shares on issue after Listing Rule 7.1 issue	295,672,289	
Shares issued under Listing Rule 7.1A	12,184,049	3.96%
Total Shares on issue following Placement	307,856,338	

Due to the short term nature of the capital being required to be raised, relative to the timeframe required under a rights-issue, and combined with the recent under-subscribed rights-issue completion, 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 no fee was paid in relation to the placement.



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