



Australia China Holdings Limited

ARBN 067 993 506

Level 2, 32 Martin Place, Sydney, NSW 2000, Australia

Email: sec@aakch.com

19 June 2015

Company Announcement Office
Australian Stock Exchange Limited

By e-Lodgment

Dear Shareholders,

Re: Share Issue

The Board of Directors of Australia China Holdings Limited ("AAK") is please to announce the issue of 545,810,993 shares at A\$0.02 per share to Jetwill Group Limited ("JWG").

These shares were issued for the acquisition of 7.28% shares in Supreme Star Limited ("SSL").

On 27 June 2014, Australia China Business Ltd ("ACB"), a wholly own subsidiary of AAK entered into an Agreement for Acquisition of Equity Interest in SSL with JWG regarding ACB's acquisition of 20% SSL shares. Under the Agreement, JWG guarantees the Net Profit After Tax ("NPAT") for SSL for the two years 2014 and 2015 shall not be less than A\$60 million ("Profit Target"). The consideration for the acquisition of 20% SSL shares is based on 2.5 times of the NPAT for the two years period, that is A\$30 million for 20% SSL shares if SSL reaches the Profit Target at the end of 2015.

It was now agreed between ACB and JWG that ACB purchases 7.28% shares in SSL from JWG at the consideration of A\$10,916,220, and the consideration be paid by the allotment of 545,810,993 AAK shares at A\$0.02 per share, equivalent to 15% of AAK's total issued shares.

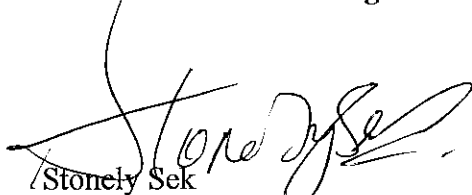
The allotment of shares and acquisition have been approved by the Board of Directors on 17 June 2015.

Should you require further information, please send your enquiry to the Company Secretary by email to sec@aakch.com.

Yours faithfully

For and on behalf of

Australia China Holdings Ltd



Stonely Sek
Company Secretary

Rule 2.7, 3.10.3, 3.10.4, 3.10.5

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Australia China Holdings Limited

ARBN

067 993 506

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

1 +Class of +securities issued or to be issued

Ordinary shares

2 Number of +securities issued or to be issued (if known) or maximum number which may be issued

545,810,993 shares

3 Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion)

Shares, fully paid ordinary shares

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

| <p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> | <p>Rank equally with existing ordinary shares</p> | | | | | |
|--|---|--|--------|--------|---------------|-----------------|
| <p>If the additional securities do not rank equally, please state:</p> | | | | | | |
| <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment | | | | | | |
| <p>5 Issue price or consideration</p> | <p>A\$0.02 per share</p> | | | | | |
| <p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p> | <p>For total consideration of A\$10,916,220 to acquire 3639 shares equivalent to 7.28% of Supreme Star Limited by its subsidiary, Australia China Business Limited</p> | | | | | |
| <p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p> | <p>19 June 2015</p> | | | | | |
| <p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p> | <table border="1"> <thead> <tr> <th data-bbox="699 1576 999 1615">Number</th> <th data-bbox="999 1576 1281 1615">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="699 1615 999 1839">4,184,550,946</td> <td data-bbox="999 1615 1281 1839">Ordinary shares</td> </tr> </tbody> </table> | | Number | +Class | 4,184,550,946 | Ordinary shares |
| Number | +Class | | | | | |
| 4,184,550,946 | Ordinary shares | | | | | |

+ See chapter 19 for defined terms.

| | Number | +Class |
|---|--------|--------|
| 9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable) | N/A | |
| 10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests) | N/A | |

Part 2 - Bonus issue or pro rata issue

| | | |
|--|--|--|
| 11 Is security holder approval required? | | |
| 12 Is the issue renounceable or non-renounceable? | | |
| 13 Ratio in which the +securities will be offered | | |
| 14 +Class of +securities to which the offer relates | | |
| 15 +Record date to determine entitlements | | |
| 16 Will holdings on different registers (or subregisters) be aggregated for calculating entitlements? | | |
| 17 Policy for deciding entitlements in relation to fractions | | |
| 18 Names of countries in which the entity has +security holders who will not be sent new issue documents <small>Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.</small> | | |
| 19 Closing date for receipt of acceptances or renunciations | | |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- 20 Names of any underwriters
- 21 Amount of any underwriting fee or commission
- 22 Names of any brokers to the issue
- 23 Fee or commission payable to the broker to the issue
- 24 Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders
- 25 If the issue is contingent on +security holders' approval, the date of the meeting
- 26 Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled
- 27 If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders
- 28 Date rights trading will begin (if applicable)
- 29 Date rights trading will end (if applicable)
- 30 How do +security holders sell their entitlements *in full* through a broker?
- 31 How do +security holders sell *part* of their entitlements through a broker and accept for the balance?

+ See chapter 19 for defined terms.

- 32 How do ⁺security holders dispose of their entitlements (except by sale through a broker)?
- 33 ⁺Despatch date

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

34 Type of securities
(tick one)

(a) Securities described in Part 1

(b) All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

Tick to indicate you are providing the information or documents

- 35 If the ⁺securities are ⁺equity securities, the names of the 20 largest holders of the additional ⁺securities, and the number and percentage of additional ⁺securities held by those holders
- 36 If the ⁺securities are ⁺equity securities, a distribution schedule of the additional ⁺securities setting out the number of holders in the categories
1 - 1,000
1,001 - 5,000
5,001 - 10,000
10,001 - 100,000
100,001 and over
- 37 A copy of any trust deed for the additional ⁺securities

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

Entities that have ticked box 34(b)

38 Number of securities for which
 +quotation is sought

| |
|--|
| |
|--|

39 Class of +securities for which
 quotation is sought

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|--|
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|--|

40 Do the +securities rank equally in
 all respects from the date of
 allotment with an existing +class
 of quoted +securities?

If the additional securities do not
 rank equally, please state:

- the date from which they do
- the extent to which they
 participate for the next
 dividend, (in the case of a
 trust, distribution) or interest
 payment
- the extent to which they do
 not rank equally, other than in
 relation to the next dividend,
 distribution or interest
 payment

| |
|--|
| |
|--|

41 Reason for request for quotation
 now

Example: In the case of restricted securities, end
 of restriction period

(if issued upon conversion of
 another security, clearly identify
 that other security)

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|--|
| |
|--|

| | Number | +Class |
|--|--------|--------|
| 42 Number and +class of all +securities quoted on ASX (including the securities in clause 38) | | |

+ See chapter 19 for defined terms.

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

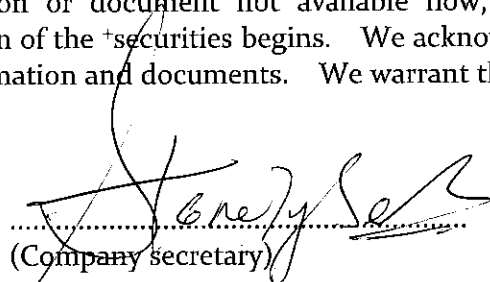
Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.
- If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.

3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:


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(Company secretary)

Date: 19 June 2015

Print name:

Stonely Sek

+ See chapter 19 for defined terms.