



ASX / MEDIA RELEASE

23 September 2015

1 FOR 3 UNDERWRITTEN RENOUNCEABLE RIGHTS ISSUE – LETTER TO SHAREHOLDERS

Dear Shareholder

PBD Developments Limited (Company) – 1 for 3 Underwritten Renounceable Pro Rata Rights Issue

The Company announced on 23 September 2015 a 1 for 3 underwritten renounceable pro rata rights issue at an issue price of \$0.01 per share to raise approximately \$21.65 million (before transaction costs) (**Rights Issue**).

The Rights Issue is fully underwritten by Oasis Star Limited, the Company's largest shareholder. Details of the impact of the underwriting on the Company, as well as the underwriting agreement itself, are set out in the offer document.

The net proceeds of the Rights Issue will be used primarily to reduce the Company's foreign currency denominated corporate level debt and provide working capital.

You will receive a copy of the offer document shortly. In accordance with section 708AA of the Corporations Act 2001, a prospectus is not required for this Rights Issue.

Holders of options that are exercisable, may exercise their options before the record date to participate in the Rights Issue. Option holders have been given notice of this right.

Details of the Rights Issue are set out in the offer document and Appendix 3B lodged with ASX and are available on the Company's website (www.pbddevelopments.com.au).

Summary of Key Information

Type of offer	Underwritten renounceable pro rata 1 for 3 rights issue of approximately 2,165,209,727 ordinary shares to shareholders that are on the share register of the Company as at the record date
Offer price	\$0.01 per new share
Offer ratio	1 new share for every 3 existing shares held at the record date
Trading of entitlements	your entitlements may be sold on ASX or otherwise transferred off market
Ranking of new shares	The new shares will be fully paid and will rank equally in all respects with the Company's existing issued ordinary shares
Number of shares quoted on ASX	The number of ordinary shares to be quoted on ASX on completion of the rights issue will be approximately 8,660,838,908 (assuming no existing options are exercised)

Indicative Timetable

Trading of entitlements begins	29 September 2015
Record date	7pm (Sydney time) on 1 October 2015
Dispatch of offer document to Shareholders completed	7 October 2015
Trading of entitlements ends	9 October 2015
New shares quoted on deferred settlement basis	12 October 2015
Rights issue closes	5pm (Sydney time) on 16 October 2015
Shortfall shares notified to ASX and underwriter	21 October 2015
Allotment of Rights Issue shares	23 October 2015
Normal trading of Rights Issue shares expected to commence	26 October 2015
Dispatch of holding statements	28 October 2015

Note: dates and times are indicative only and subject to change. Subject to compliance with the ASX Listing Rules, the Company reserves the right to: (i) not proceed with the rights issue and return any applications moneys received without interest; or (ii) vary the dates and times above including closing the offer earlier or later.

For further information of your entitlement or how to deal with your rights please refer to the offer document (which you will receive shortly) or contact the Company on 1300 855 080 (from inside Australia) and +61 3 9415 4000 (from outside Australia).

Taking up your entitlements, or otherwise selling or transferring your entitlements, may have taxation, financial and social security implications. If you are in any doubt as to how to deal with your rights, you should contact your stockbroker or other professional adviser.

On behalf of the board and management of the Company, thank you for your continued support.

Yours sincerely

PBD Developments Limited



Mr Winson Chow

Chairman

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Investor and Media Contact:

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