

MARKET RELEASE

12 July 2016

Department 13 International Limited

TRADING HALT

The securities of Department 13 International Limited (the "Company") will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Thursday, 14 July 2016 or when the announcement is released to the market.

Security Code: D13

Elizabeth Harris

PRINCIPAL ADVISER, LISTINGS COMPLIANCE (PERTH)

12 July 2016

Attention: Ms Elizabeth Harris

ASX Compliance Pty Ltd Level 40, Central Park, 152-158 St Georges Tce Perth WA 6000

Dear Ms Harris,

TRADING HALT

In accordance with Listing Rule 17.1, the Company requests an immediate trading halt in respect of its securities.

The trading halt is requested pending the release of important further information concerning the size and operation of the US Navy Research Labs and Parsons Prime Contract and Department 13's sub contract for networking, communications and cyber security services to the US Navy.

The Company requests that the trading halt remains in place until the earlier of the commencement of trading on Thursday 14 July 2016, or such time as the Company is able to make an announcement regarding the important further information.

The Company is not aware of any reason why the halt should not be granted.

Yours faithfully

Kevin Kye

Company Secretary