



Hostech Limited
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2 March 2009

ASX Announcement
Private Placement

Hostech Limited ('Hostech' or 'the Company') today announced a private placement to raise \$200,000. Hostech will issue 20,000,000 ordinary shares at 1 cent per share and 5,000,000 attaching unlisted options exercisable at 1 cent on or before 1 March 2012. Funds raised from the placement will ensure the Company operates with sufficient working capital until the completion of further capital raising activities.

The placement will be made to a sophisticated investor who is not a related party to the potential investors referred to in the announcement dated 13 February 2009 and whom the Company is in the process of finalising terms with for a potential investment of at least \$2.5 million. Further details in relation to further capital raising activities will be provided in due course.

The 20,000,000 shares and 5,000,000 options will be issued without prior shareholder approval and in accordance with ASX listing rule 7.1.

Justyn Stedwell
Company Secretary
On behalf of the Board of Directors
Hostech Limited