



Date: 22 February 2012

The Manager  
 Company Announcements Office  
 ASX Limited  
 20 Bridge Street  
 Sydney NSW 2000

Dear Sir

**Pro-Pac Packaging Limited (ASX Code: PPG)  
 Share Placement  
 ASX Listing Rule 3.10.3 Announcement**

In accordance with ASX Listing Rule 3.10.3, Pro-Pac Packaging Limited (**PPG**) provides the following information in relation to the placement it announced today:

Information required under Listing Rule 3.10.3	Tranche 1	Tranche 2
Class of securities to be issued	Ordinary shares in PPG ( <b>Shares</b> )	
Number of securities to be issued (if known) or maximum number which may be issued	20,628,645 The Shares are expected to be issued on 28 February 2012.	41,593,578 Subject to shareholder approval, the Shares are expected to be issued in early April 2012.
Principal terms of securities to be issued	Fully paid ordinary shares of the Company ranking equally with all other ordinary shares of PPG, save that none of these Shares will participate in the dividend announced by the Company on 20 February 2012.	
Issue price or consideration	\$0.45 per Share.	
Purpose of the issue	To fund identified acquisition targets and associated working capital requirements.	
Whether the entity will seek security holder approval in relation to the proposed issue of securities	Yes, PPG intends to dispatch a notice of meeting on or about 29 February 2012 to seek Shareholder ratification for the allotment of Shares under this tranche of the placement in accordance with ASX Listing Rule 7.4.	Yes, PPG intends to dispatch a notice of meeting on or about 29 February 2012 to seek Shareholder approval for the allotment of Shares under this tranche of the placement in accordance with ASX Listing Rule 7.1.

<p>Whether the issue will be to a class of security holders</p>	<ul style="list-style-type: none"> <li>• Sophisticated and professional investors as identified by Investorfirst Securities Ltd as to 10,630,255 Shares; and</li> <li>• Bennamon Pty Ltd (ACN 126 160 852) as to 9,998,390 Shares.</li> </ul>	<ul style="list-style-type: none"> <li>• Sophisticated and professional investors as identified by Investorfirst Securities Ltd as to 19,183,805 Shares;</li> <li>• Bennamon Pty Ltd (ACN 126 160 852) as to 20,159,773 Shares; and</li> <li>• Mr Brandon Penn (or his associates) as to 2,250,000 Shares.</li> </ul>
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By the order of the Board



Mark Saus  
Company Secretary