



ASX: DNA

ASX RELEASE

20 November 2013

Successful Completion of Placement

Donaco International Limited (the **Company**) is pleased to announce it has received binding commitments from institutional and sophisticated investors in Australia and overseas for a private placement of 29.3 million shares at A\$0.86 per share, to raise A\$25.198 million.

The funds will be used as working capital to support the greatly expanded casino business to be opened in early 2014 at the Company's flagship property in Lao Cai, northern Vietnam. This will include ensuring sufficient liquidity to operate the larger number of gaming tables planned for the property, as announced to the market on 14 November 2014, and for marketing initiatives in Yunnan Province, China.

As a result of this announcement, Donaco will resume trading from the commencement of trading tomorrow.

The placement is within the Company's 15% annual placement capacity, and was undertaken pursuant to Section 708 of the Corporations Act. A prospectus for a separate offer of 20,000 shares, at the same price of 86 cents per share, was also lodged today.

In addition, the Company's controlling shareholders, Convent Fine Limited and Slim Twinkle Limited, have completed a sell down of 19.535 million shares, at the same price of 86 cents per share. Convent and Slim are companies associated with the family of the Company's Managing Director, Mr Joey Lim.

Mr Lim said "The completion of this capital raising puts the Company into a strong position to capture the significant demand for gaming entertainment at our magnificent new hotel property in Vietnam. We see enormous potential for the business, and will be working hard to ensure that the new property is completed on time and continues to be under budget.

"I am also very pleased to report that this issue was oversubscribed, with Donaco receiving strong support from a large number of leading Australian and overseas institutions.

"In relation to the sale by family companies, this simply reflects a desire on the part of family members to generate a return from the investment they have made in the business over the past 11 years. I confirm that I am personally committed to Donaco for the long term, and the family companies have also voluntarily agreed that they will not sell any further shares for a minimum of six months."

Canaccord Genuity (Australia) Limited and CLSA Limited acted as Joint Lead Managers to the placement. Watson Mangioni acted as legal advisers to the Company.



For further information:

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ABOUT DONACO INTERNATIONAL LIMITED (ASX: DNA)

Donaco International Limited operates leisure, entertainment and associated technology businesses across the Asia Pacific region.

Our flagship business is the Lao Cai International Hotel, a successful boutique casino in northern Vietnam. The Lao Cai International Hotel was established in 2002, and is located on the border with Yunnan Province, China. Donaco operates the business and owns a 75% interest, in a joint venture with the Government of Vietnam.

The Lao Cai International Hotel is a pioneer casino operator in Vietnam. The property is currently being expanded from a 3-star 34 room hotel, to a brand new 5-star resort complex with 428 hotel rooms.

Donaco also owns and operates successful gaming technology businesses, including secure mobile payment gateways across South East Asia, and the Way2Bet wagering portal, whose customers include all major corporate bookmakers in Australia.

To learn more about Donaco visit www.donacointernational.com

