



MARKET RELEASE

23 January 2017

AirXpanders, Inc.

TRADING HALT

The securities of AirXpanders, Inc. (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 Wednesday, 25 January 2017 or when the announcement is released to the market.

Security Code: AXP

Cheng Tang

ADVISER, LISTINGS COMPLIANCE (MELBOURNE)



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23 January 2017

Ms Kate Kidson
Principal Adviser – Listings Compliance, Melbourne
ASX Limited
Level 4, North Tower, Rialto
525 Collins Street
MELBOURNE VIC 3000
By email: kate.kidson@asx.com.au

Dear Ms Kidson

AirXpanders, Inc. (ASX:AXP) (AirXpanders or Company) – Request for Trading Halt

AirXpanders requests a trading halt in its CHESS Depository Instruments (CDIs) with effect from prior to commencement of trading today, 23 January 2017.

In accordance with Listing Rule 17.1, AirXpanders provides the following information in relation to the request:

1. The trading halt is requested pending an announcement by AirXpanders in relation to a proposed capital raising.
2. AirXpanders requests that the trading halt remain in place until the earlier of open trade on Wednesday, 25 January 2017 or the release of an announcement by AirXpanders regarding the proposed capital raising.
3. AirXpanders is seeking the trading halt to assist in managing its disclosure obligations and maintaining an orderly market in the trading of the Company's CDIs in relation to the proposed capital raising.
4. AirXpanders confirms that it is not aware of any reason why the trading halt should not be granted or any other information necessary to inform the market about the trading halt.

Yours sincerely

A handwritten signature in black ink, appearing to read "B. Case", written over a horizontal line.

Brendan Case
Australian Secretary