

**TO: COMPANY ANNOUNCEMENTS OFFICE
ASX LIMITED**

DATE: 19 MARCH 2015

**RENOUNCEABLE RIGHTS ISSUE
LETTER TO SHAREHOLDERS**

Bisan Limited (ASX: BSN) releases the attached letter concerning the renounceable Rights Issue that has been dispatched to all shareholders.

**Ramon Jimenez
Company Secretary**

BISAN Ltd

19 March 2015

«REG_ADDRESS_LINE_1»
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Dear Shareholder,

NOTICE OF RENOUNCEABLE ENTITLEMENTS ISSUE OF SHARES

On 13 February 2015 Bisan Limited ("the Company") announced a pro-rata renounceable two for three issue of fully paid ordinary shares plus one free attaching option at no cost for each share subscribed for exercisable at 1.5 cents (\$0.015) expiring 30 June 2018 ("the Rights Issue").

A Prospectus was lodged with ASIC and the ASX on 18 March 2015 and will be sent to all eligible shareholders together with a personalised Entitlement and Acceptance Form on 30 March 2015.

This letter gives shareholders brief details of the Rights Issue, certain information required under the ASX Listing Rules, details of the proposed use of the funds to be raised and important dates. The Rights Issue is renounceable which means that rights can be traded and sold.

The Rights Issue is only open to eligible shareholders, being shareholders whose registered address is in Australia or New Zealand at 5:00 pm AEST on the Record Date. The Company has determined that it would be unreasonable to make offers under the Rights Issue to all shareholders with addresses outside of Australia and New Zealand ("Ineligible Shareholders") having regard to the small number of shareholders, the value of their shareholdings and the costs of complying with regulatory requirements in those jurisdictions. Accordingly, the Rights Issue is not being extended to Ineligible Shareholders.

The Company has applied to ASIC for approval of a nominee to arrange the sale of the rights which would have been offered to Ineligible Shareholders and, if the rights are sold, the net proceeds will be paid to such shareholders in proportion to their shareholdings. The nominee will have the absolute and sole discretion to determine the timing and price at which the rights may be sold and the manner of such sale. Neither the Company nor the nominee will be subject to any liability to sell the rights or to sell them at a particular price. Advice of the outcome of the sale will be provided in due course.

This letter constitutes notice to the Ineligible Shareholders as required by ASX Listing Rule 7.7.1(b).

Details of the Rights Issue are as follows:

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| Type of issue: | Pro-rata renounceable issue of fully paid ordinary shares on a two for three basis plus one free attaching option at no cost for each share subscribed for exercisable at 1.5 cents (\$0.015) expiring 30 June 2018. Fractional entitlements will be rounded down to the nearest whole number of shares. |
| Use of funds: | Funds raised under the Rights Issue may be applied towards one or more of the following: <ul style="list-style-type: none">• investment in the MyGeneration Smartphones business;• other investments including follow-on investments in existing investees such as P-Fuel Limited;• outstanding creditors; and• operating and administrative costs and working capital. |

Amount payable:	0.5 cent (\$0.005) per share. Nil per option.
No. shares to be issued:	Up to 157,102,984.
No. options to be issued:	Up to 157,102,984.
Minimum subscription:	\$325,000.
Amount to be raised:	\$785,515 (before costs).
Rights trading:	Rights can be sold in whole or in part on-market via ASX or off-market.
Shortfall:	Shareholders cannot apply for shares in excess of their entitlements. The Rights Issue is not underwritten but placement of the shortfall (if any) will be managed by Foxfire Capital Pty Ltd ("Foxfire") on a best endeavours basis. The Company will not place any shares forming part of the shortfall where, as a result of such placement, any person (and his Associates) would acquire in excess of 19.9% of the issued capital of the Company as it will exist on completion of the issue. Mr Pat Volpe, a Director of the Company, is a shareholder of, and consultant to, Foxfire. Foxfire will be paid commission of 5% (plus GST) of the value of the shortfall shares placed.
Listing:	The Company has applied to ASX to list the new shares and options.
Important dates:	
<ul style="list-style-type: none"> • 18 March 2015 • 23 March 2015 • 25 March 2015 • 30 March 2015 • 1 April 2015 • 2 April 2015 • 7 April 2015 • 10 April 2015 • 17 April 2015 • 20 April 2015 	<p>Prospectus lodged with ASIC and ASX.</p> <p>Existing shares quoted on an "ex" basis and rights trading starts.</p> <p>Record Date: to determine entitlements under the Rights Issue.</p> <p>Opening Date: Prospectus and Entitlement and Acceptance Forms despatched to eligible shareholders.</p> <p>Rights trading ends.</p> <p>New shares quoted on a deferred settlement basis.</p> <p>Last day for the Company to extend the Closing Date</p> <p>Closing Date: Final date and time for receipt of acceptances and payment in full of the subscription monies.</p> <p>Issue Date: despatch of transaction confirmation statements (holding statements) and deferred settlement trading ends.</p> <p>Date of quotation of new shares and options issued under the Rights Issue.</p>

The timetable is subject to change and is indicative only. The Company reserves the right to amend the timetable including, subject to the Corporations Act and the ASX Listing Rules, extending the Closing Date. The date that the new shares are expected to commence trading on the ASX may vary with any change to the Closing Date. The Company reserves the right not to proceed with the whole or part of the Rights Issue at any time prior to the Issue Date. In that event, application monies will be refunded in full without interest.

Full details of the terms of the Rights Issue are contained in the Prospectus which is available on the ASX website <http://www.asx.com.au/> under Announcements for Bisan Limited (ASX code: BSN).

Yours faithfully,
BISAN LIMITED



Pat Volpe
Chairman