

MARKET RELEASE

7 November 2013

RIGHTS ISSUE UPDATE

As announced on 30 October 2013, the Company will undertake a renounceable rights issue in November 2013. The rights issue will be on the basis of 1 new share for every 6 shares held at an issue price of \$2.50 per share to raise up to approximately \$85 million. For every 1 share allotted, 1 attaching option will be issued exercisable at \$2.50 and expiring on 31 December 2015.

The Rights issue has been underwritten for up to \$50 million of any shortfall arising from the rights issue (which equates to up to 20,000,000 new shares and up to 20,000,000 new attaching options).

The following sets out examples of the potential impact on the issued share capital of the Company:

Scenario 1 – Shareholders do not accept any of their entitlements

	Number	%	Amount raised
Current shares on issue	205,017,174	91.11%	
Entitlements accepted	-	0.00%	Nil
Underwritten shares	20,000,000	8.89%	\$ 50,000,000
Total	225,017,174	100.00%	\$ 50,000,000

Scenario 2 – Shareholders accept \$35 million of their entitlements

	Number	%	Amount raised
Current shares on issue	205,017,174	85.78%	
Entitlements accepted	14,000,000	5.86%	\$ 35,000,000
Underwritten shares	20,000,000	8.36%	\$ 50,000,000
Total	239,017,174	100.00%	\$ 85,000,000

Note: for every share issued pursuant to the 1 for 6 rights issue or the underwriting agreement, 1 attaching option at no extra cost will be issued exercisable at \$2.50 and expiring on 31 December 2015

Further information regarding the rights issue will be set out in a prospectus which the Company intends to lodge with ASIC and ASX on 18 November 2013 and which will be made available to eligible shareholders when the securities are offered.

On behalf of the Board

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