



**NON RENOUNCEABLE ENTITLEMENT ISSUE CLOSES**

PieNetworks Limited (ASX: PIE) is pleased to advise that it has instructed its share registry to allot and issue 152,250,523 ordinary fully paid shares at 0.2 cents each to raise a total of \$304,501.02.

These shares have been downloaded onto the Company's register today Monday 8 October 2012. Following this issue the Company has a total of 1,265,585,033 ordinary shares on issue.

As announced on 4 October, applications have been received for a further 557,186,290 shares and Directors are working with the Lead Manager CPS Securities and the Underwriters with a view to placing the balance of the non underwritten shortfall shares.

A statement setting out the top 20 largest holders of this class of security and the percentage held is attached.

Yours sincerely,

A handwritten signature in black ink, appearing to read "Mark Pitts".

Mark Pitts  
Company Secretary

For more information please contact Peter Gunzburg (Chairman) on +61 8 6143 3446 or visit the web site [www.pienetworks.com](http://www.pienetworks.com)

<b>PIENETWORKS LIMITED - TOP 20 SHAREHOLDER REPORT AS AT 8/10/2012</b>			
<b>Rank</b>	<b>Holder Name</b>	<b>Number of Shares</b>	<b>Percentage of Issued Shares</b>
1	BRISPOT NOMINEES PTY LTD <HOUSE HEAD NOMINEE NO 1 A/C>	134,380,983	10.62%
2	CS FOURTH NOMINEES PTY LTD	81,250,000	6.42%
3	MR PETER LYNTON GUNZBURG <THE BRICKLANDING SUPER A/C>	77,763,457	6.14%
4	MR PAUL GABRIEL SHARBANEE <THE SCORPION FUND A/C>	67,621,364	5.34%
5	TWO TOPS PTY LTD	40,000,000	3.16%
6	WESTBLOCK SERVICES PTY LTD <WESTBLOCK INVESTMENT A/C>	37,944,998	3.00%
7	RIVISTA PTY LTD	27,400,000	2.17%
8	BOND STREET CUSTODIANS LIMITED <BSTATH - I49792 A/C>	27,000,000	2.13%
9	BT PORTFOLIO SERVICES LIMITED <MP SUPER FUND A/C>	25,424,500	2.01%
10	BENTANA PTY LTD <MP SUPERFUND A/C>	25,000,000	1.98%
11	TROVEX PTY LTD	18,962,499	1.50%
12	GOCOM PTY LTD <SMITH FAMILY A/C>	16,654,131	1.32%
13	GFA SERVICES PTY LTD <LIDDELL STAFF S/FUND A/C>	16,000,000	1.26%
14	GFA SERVICES PTY LTD <LIDDELL STAFF SUPER FUND A/C>	16,000,000	1.26%
15	MR NICOLA LUCANO	15,600,472	1.23%
16	MRS TANYA THERESE LAMBERT	13,000,000	1.03%
17	MR PETER DOUGLAS BAIGENT & MRS KAREN DALE BAIGENT <BADGER S/F A/C>	12,774,179	1.01%
18	MR CLARKE JAMES ROYCROFT	12,243,973	0.97%
19	AVANTEOS INVESTMENTS LIMITED <1823205 A/C>	11,986,000	0.95%
20	TIM D'EMDEN & ASSOCIATES PTY LTD <SUPER FUND A/C>	11,000,000	0.87%
	<b>REPORT TOTAL</b>	<b>688,006,556</b>	<b>54.36%</b>
	<b>REMAINDER</b>	<b>577,578,477</b>	<b>45.64%</b>
	<b>GRAND TOTAL</b>	<b>1,265,585,033</b>	<b>100.00%</b>