



## **ASX ANNOUNCEMENT**

**2 August 2012**

**MIKOH Corporation Limited**

ACN 003 218 863

Level 9, 65 York Street

Sydney NSW 2000

AUSTRALIA

### **Additional Shares to be issued to Promissory Note Holders**

The Directors of MIKOH Corporation Limited (**ASX: MIK**) advise that on conversion of the Convertible Unsecured Promissory Notes (**Notes**) each Note holder will receive an additional amount of shares (**Additional Shares**) to compensate them for the difference between 1.38 cents paid for the Notes and 1.3 cents shareholders are paying for shares issued pursuant to the rights issue. The issue of additional shares is subject to approval by the shareholders of the refreshment of the Director's 15% discretion to issue shares and the conversion of the Notes into shares at the EGM to be held on 14 August 2012.

#### **Background to this Announcement**

The Company announced on 4 July 2012 that it had placed approximately \$1.25 million worth of Notes at a price of 1.38 cents which, subject shareholder approval at an EGM to be held on 14 August 2012, would convert into ordinary shares on the basis of 1 for 1. It was agreed with the Note holders during the marketing campaign that the placement price of the Notes and the price of the shares to be issued pursuant to the rights issue would be the same.

On 24 July 2012 the ASX advised that the issue price for a rights issue could only be in increments of 0.1 cents not 0.01 cents therefore the Directors could make the issue price of the Rights either 1.30 cents or 1.40 cents. The Director's chose to make the issue price of the Rights 1.3 cents.

In order to compensate the Note holders for the difference between the issue prices of the Notes and the shares issued pursuant to the rights issue of 0.08 cents per share, the Directors will, subject to the refreshment at the forthcoming EGM of the Director's 15% discretion to issue shares without shareholder approval, issue to Note holders in their respective proportions, an additional 5,594,960 ordinary shares.

Richard Sealy  
**Managing Director**