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MIKOH Corporation Limited
Incorporated in Australia
A.C.N. 003 218 862

Website:
www.mikoh.com

ANNOUNCEMENT TO AUSTRALIAN SECURITIES EXCHANGE LIMITED

1 June 2009

RIGHTS ISSUE DOCUMENTS

In accordance with LR 3.17, please find attached documents regarding the MIKOH Corporation Limited non-renounceable rights issue, sent today to shareholders with registered addresses in either Australia or New Zealand as at the record date of May 26.

Yours sincerely

Gary Phipps
Company Secretary

**MIKOH Corporation Limited
(ACN 003 218 862)**

Rights Issue May/June 2009 – Offer Summary

2 for 5 non-renounceable Rights issue of approximately 82,000,000 new fully paid ordinary shares at \$0.04 per share to raise up to \$3,280,000 (approx.)

The Offer is not underwritten.

This document is important and requires your immediate attention. It should be read in its entirety.

If you are in doubt as to the course you should follow,
you should consult your stockbroker or professional adviser without delay.

This Offer Summary is provided for information purposes only and is not, and does not purport to be, a prospectus or other disclosure document.

Notice to Shareholders

Before deciding whether to participate in the Offer, you should read and understand the whole of this Offer Summary, rely on your own knowledge of MIKOH Corporation Limited (MIKOH), refer to disclosures made by MIKOH to the ASX, and seek the advice of your professional adviser.

This Offer is being made pursuant to Section 708AA of the Corporations Act. Section 708AA allows companies to offer securities without a disclosure document provided they comply with the requirements set out in that Section. Accordingly, the level of disclosure in this Offer Summary is considerably less than the level of disclosure required in a prospectus or other disclosure document.

Important Information

The Corporations Act was recently amended by the Corporations Legislation Amendment (Simpler Regulatory System) Act 2007 to introduce the ability for listed companies to make a pro rata rights issue of securities (in a quoted class) to existing security holders without a disclosure document, provided the issuer complies with certain disclosure requirements.

This Offer Summary is dated 19 May 2009 and is provided for information purposes only and is not, and does not purport to be, a prospectus or other disclosure document.

This Offer is being made as a rights issue without disclosure to investors under Section 708AA of Part 6D.2 of the Corporations Act.

As required by Section 708AA(2)(f) of the Corporations Act, a notice complying with Section 708AA(7) was given to ASX within the 24 hour period before this Offer was made. Shareholders should consider the content of that notice in conjunction with this Offer Summary when considering whether to accept their Entitlement. In particular, that notice sets out the potential effect the issue the subject of this Offer will have on the control of MIKOH, and the consequences that may follow.

This Offer Summary does not constitute an offer in any place in which, or to any person to whom, it would be unlawful to make such an offer. No action has been taken to register or qualify the New Shares or otherwise permit a public offering of the New Shares outside Australia and New Zealand.

No person is authorised to give any information or to make any representation in connection with the Offer that is not contained in this Offer Summary. Any information or representation that is not contained in this Offer Summary may not be relied on as having been authorised by MIKOH in connection with the Offer. Except as required by law and only to the extent required, neither MIKOH nor any other person warrants the future performance of MIKOH or the return on any investment made under this Offer Summary.

Some capitalised words or terms used in this Offer Summary have defined meanings that appear in the Glossary.

All references to **\$** or **cents** in this Offer Summary are references to Australian currency, unless otherwise stated.

All references to time in this Offer Summary are to AEST.

An Entitlement and Acceptance Form accompanies this Offer Summary.

Corporate Directory

Directors

Doug Halley (Chairman)
Matt Blomfield (Managing Director)
John Keniry
Richard Holcomb
Riad Tayeh

Company Secretary

Gary Phipps

Principal Office / Registered Office

1/1 Culverlands Street
Heidelberg West VIC 3081
AUSTRALIA

Lawyers To The Offer

Watson Mangioni Lawyers Pty Limited
Level 13
50 Carrington Street
Sydney NSW 2000
AUSTRALIA

Share Registry

Computershare Investor Services Pty Limited
452 Johnston Street
Abbotsford VIC 3067
AUSTRALIA

Key Dates

Event	Date (2009)
Announcement of Offer	Monday May 18
Lodgement of Appendix 3B with ASX	Monday May 18
Notice of Offer to Shareholders	Tuesday May 19
Shares quoted ex Rights	Wednesday May 20
Record Date to determine Entitlements to New Shares	Tuesday May 26
Offer Summary and Entitlement and Acceptance Form dispatched	Monday June 1
Last day for payment and return of Entitlement and Acceptance Forms	Wednesday June 17
Expected date for trading of New Shares on ASX on a deferred settlement basis	Thursday June 18
ASX is notified of any under subscriptions	Monday June 22
Expected date for issue of New Shares	Wednesday June 24
Expected date for dispatch of shareholder statements of New Shares	Thursday June 25
Expected date for normal trading of New Shares to commence on ASX	Friday June 26

How to Apply

An application for New Shares under this Offer can only be made by completing and lodging the Entitlement and Acceptance Form accompanying this Offer Summary. Detailed instructions on completing the Entitlement and Acceptance Form can be found on the back of the Form. The acceptance of the Entitlement and Acceptance Form and the allocation of New Shares is at the discretion of MIKOH.

When to Apply

Completed Entitlement and Acceptance Forms must be received by the Share Registry prior to 5.00pm AEST on the Closing Date. The Directors reserve the right to close the Offer at any time without prior notice or extend the Offer period in accordance with the Corporations Act and the Listing Rules.

Questions

If you have any queries relating to the Offer or the procedures for participating in the Issue, including how to complete the Entitlement and Acceptance Form, please contact the Share Registry on 1300 754 281 (or +61 3 9946 4434 for international enquiries).

Other questions should be directed to your professional or other financial adviser.

Chairman's Letter

19 May 2009

Dear Shareholder

On behalf of the Board of MIKOH, I have great pleasure in offering you the opportunity to take up further Shares in the Company.

This Offer Summary sets out details of a non-renounceable rights issue of approximately 82,000,000 new fully paid ordinary shares in MIKOH, offered to existing Shareholders on a 2 for 5 basis at a price of \$0.04 per New Share. The Offer is intended to raise gross proceeds of up to approximately \$3,280,000 if fully subscribed.

The Offer closes on 17 June 2009, and the funds raised from the Offer are to be used as described below and as detailed in Section 1.2.

Details of the maximum number of shares for which you can subscribe are set out in your personalised Entitlement and Acceptance Form that accompanies this Offer Summary. Shareholders who take up their Entitlements in full may also apply for Additional Shares, as per Section 2.4.

The below forward-looking information should be read in conjunction with the Financial Assumptions and Qualifications set out in Section 3 of the Offer Summary. Forward-looking information, by its very nature, is subject to business, economic and competitive uncertainties and contingencies, many of which are beyond the control of MIKOH and its directors and are not certain. The forward-looking information is based on the Directors' assessment of the present economic and operating conditions and on a number of assumptions regarding future events and actions, which at the date of this letter, the Directors expect to take place. These events or actions may or may not actually take place.

Current Business Activity and Use of Funds

For the 2008/09 financial year the Board expects to report revenue of approximately \$1.2 million, with a loss after tax in the vicinity of \$4 million.

We expect substantial revenue growth over the coming 12-18 months, with the Company becoming cash flow positive during the 2010 calendar year.

MIKOH's internal revenue projection (incorporating royalty projections from partners) for the 2009/10 financial year is for over \$5 million, assuming AUD\$1 = US\$0.70. This revenue is derived from a number of our technologies and revenue channels:

	2009/10
Smart&Secure AVI (Automated Vehicle Identification)	\$0.7M
Smart&Secure (Other)	\$1.5M
SecureContainer	\$0.1M
Variable Data Inkjet Printers	\$2.2M
SubScribe/Label Production:	<u>\$0.8M</u>
TOTAL	\$5.3M

The platform is set for revenue growth in MIKOH's target markets of AVI (incorporating Electronic Vehicle Registration - EVR), and asset tracking. Based on MIKOH's existing relationships, revenues are expected to grow substantially over the next 12-18 months and beyond. We plan to increasingly outsource sales and marketing functions to partners as the markets mature and more countries commence EVR adoption. As these revenues develop, MIKOH's core competencies will be leveraged to expand into new technologies and new markets, with a focus on alignment with the priorities of the new US presidential administration in areas such as security, information assurance, and infrastructure.

Automated Vehicle Identification and Electronic Vehicle Registration

AVI and EVR represent significant volume and revenue potential to MIKOH. We estimate over 200 million tags will be required for AVI projects that have already been announced, with an estimated 800 million tags required in total over the next 5 years. To address this market demand MIKOH is currently establishing additional AVI integrator relationships to complement its relationship with Sirit.

The Sirit agreement will be supported to develop EVR opportunities already identified in the US, Central and South America, Asia, Africa, Australia and New Zealand. Incorporating these forecasts, the directors' current best estimates of AVI tag volumes accessible via MIKOH's current partnerships are shown below. As referred to in the 'Financial Assumptions and Qualifications' section of this document, the Directors have taken a conservative view and scaled these numbers back substantially in the revenue forecasts shown above.

- 2009/10: 6M AVI tags.
- 2010/11: 15.2M AVI tags.

The additional multi-million tag market potential will be targeted via existing and new channel partners. While MIKOH does not expect to win 100% of all AVI/EVR business worldwide, we are implementing a strategy for Smart&Secure to become the de facto security standard, with the goal being, if everything goes well, to have Smart&Secure incorporated into every EVR tag on every vehicle in every country that implements EVR.

These volume estimates are based on identified projects, with timing dependent in part on the speed with which the various governments move in deciding on, then implementing, their preferred AVI solution. We expect additional opportunities – not accounted for in the above projections – to emerge over the next 12-24 months.

In addition, we will continue to collaborate with a major US systems integration partner on a trucking application within the US - the potential volume required for this application is estimated at 36 million tags per annum. We will promote the Australian airport EVR solution, announced in December 2008, to airports in the Asia-Pacific region.

Asset Tracking

A comprehensive channel strategy is key for the successful worldwide deployment of MIKOH's Smart&Secure and SecureContainer technology in the asset tracking sector. MIKOH continues to develop its existing relationship with Sun Chemical - the world's largest manufacturer of printing inks and coatings - to that of a global sales channel for MIKOH's products. As announced on 11 March 2009, MIKOH and Sun are currently undertaking market studies to determine the best fit for MIKOH's technologies in their respective target markets. If successful, this relationship will generate significant revenues to MIKOH, although these revenues are not expected before late calendar 2009 and only a few per cent of our overall projections are represented by our relationship with Sun. In the Australian and SE Asian markets, we have identified and are pursuing sales opportunities that incorporate Sun's brand protection technologies.

We are currently working with a major US systems integrator on a US government application of Smart&Secure to secure and track goods transported between government locations. We anticipate commencing a pilot program during 2009, with a larger deployment expected to follow during 2010 if the pilot goes well. While we understand this project to be significant in size and revenue to MIKOH, we are as yet still uncertain of the precise tag volumes.

Further applications of MIKOH's technologies within the US and Australian governments are being pursued via direct marketing and sales activities. In addition, we are working to establish reseller and integrator relationships in the US to penetrate government markets as broadly as possible. To address commercial asset tracking markets we are currently developing a sales relationship with a leading global RFID technology provider.

In Australia we are progressing the existing integrator relationships with Dexion, Siemens and Harcor, and expect at least some of the current opportunities to convert into orders during calendar 2009 and for these relationships to subsequently generate further business.

SecureContainer

We expect SecureContainer markets will develop primarily through reseller/integrator relationships that initially will focus on government opportunities in the US and Australia. MIKOH's existing sales to US government agencies serve to establish the technology, but larger volumes will come through companies with established channels into government. The current SecureContainer designs are intended specifically to be retrofitted to ruggedised cases manufactured by US-based Pelican Products (www.pelican.com). These cases are used extensively within the US federal government to secure and transport equipment, supplies, weapons and other important or high-value items. We are establishing manufacturing of the SecureContainer retrofit kits in California, close to Pelican's manufacturing operation.

There are over one million Pelican cases sold per annum to the US federal government. Due to the intellectual property for the closure mechanisms being owned, in part, by the US National Security Agency (NSA), and now that manufacturing is being moved to the US, we expect growing demand from the US government during 2009 and beyond. This will be further reinforced by reseller relationships now being forged with established suppliers to the US government. We received small evaluation orders for SecureContainer during 2008, while early in 2009 we delivered the first SecureContainer orders for use in practical, real-world applications.

In addition, commercial opportunities for SecureContainer, especially in supply chain operations (such as the pharmaceutical supply chain) are being developed through existing and planned relationships with integrators and distribution companies.

Digital Inkjet Print Technology

Our traditional inkjet printer markets, which during 2009/10 are expected to generate almost \$1M in printer sales revenue and continue to generate over \$20k per month in consumables revenue, will be supplemented by our recent focus on the Fast Moving Consumer Goods (**FMCG**) market via our relationship with an Australian-based partner. This relationship is anticipated to generate sales of 10 – 20 printers over the next 3 to 5 years.

We are also in the process of developing and qualifying new security printing concepts for use in the data authentication technology described below. This new technology is intended to complement MIKOH's existing technologies by providing a low cost means to uniquely identify and authenticate. For instance, one potential application of our authentication technology is to provide low-cost identification and authentication of consumer products at

the item level, where RFID may be too costly. This could then be complemented with a combination of Smart&Secure and SecureContainer at the case level to enable automated tracking and tamper detection throughout the supply chain, so that in combination the technologies provide a cost-effective end-to-end solution.

Data authentication technology

Further development and qualification of our new data authentication technology, including ongoing collaboration with Sun Chemical, is being pursued in order to produce a proof-of-concept demonstration as soon as possible. Some of this development work is currently being undertaken at MIKOH's inkjet print facility in Melbourne. The technology is aimed at "fingerprinting" information so that it can be authenticated and uniquely identified. Potential applications range from high-security authentication of commercial products such as pharmaceutical goods to uniquely identifying and ensuring the integrity of classified information.

In order to minimise cash outlays, development funding will be sought for this technology, and we plan to secure the involvement of early adopters in both government and commercial markets so that the technology meets current market needs and is adopted as quickly as possible.

New government opportunities – addressing un-met needs

The new US administration has targeted specific areas for funding, including security and infrastructure. A number of government agencies have unsatisfied needs in the security arena, in some cases with R&D funding already available. MIKOH is in the early stages of exploring the application of its core competencies to the most urgent of these. Indications so far are that MIKOH's security focus is a good fit with some of the current requirements. If so, and we can develop new solution concepts with broad applicability (i.e. with the potential for a good commercial return), we plan to seek government R&D funding. Further details will be provided as this activity progresses.

Intellectual Property Protection

MIKOH has filed 33 patent applications, with 8 patents been granted to date. The balance of these patents are expected to be granted over the next few years. Patents are held in Australia, USA, New Zealand, China and Mexico. A SecureContainer patent has been allowed in Russia, although not yet granted. As MIKOH's technology is deployed across the globe in coming years, MIKOH's strategy is to expand its intellectual property protection portfolio in those territories, and we expect patents to be lodged in over 30 countries over the next two years. This is a key strategy for MIKOH.

MIKOH continues to vigorously protect and defend its intellectual property and has, through its New York-based attorneys, written to a number of companies that we believe are in breach of our Smart&Secure patent. The much anticipated mega-EVR deals such as Brazil and Mexico are moving much more slowly than expected, although recent information suggests Brazil is preparing for EVR adoption late in 2009. While we remain convinced that MIKOH's Smart&Secure technology will be included in Mexico, we are unsure as to how this will evolve. If there is any unlawful breach using our technology in Mexico, our New York-based attorneys will vigorously defend our intellectual property position.

The Upside

MIKOH's first priority is to become cashflow positive. To do this we are keeping costs low by running a lean team and focusing on establishing partnerships. While this approach limits our direct sales efforts, we see it as the most efficient way to access the broad range of global markets that have been identified for the company's technologies. Revenues for the next 12 months or so are expected to come largely from direct sales and those relationships already in place, but even so with a low cost base we expect to become cashflow positive during 2009/10 financial year. Revenues are expected to grow strongly as additional sales

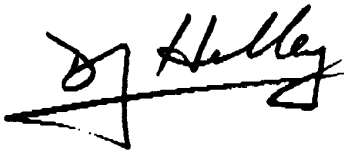
relationships with integrators and resellers come online. If any of the current deals or planned partnerships develop faster than expected the time period to become cashflow positive will be reduced and our revenue estimates increased accordingly.

The market potential around the world for MIKOH's products and technologies continues to grow, as we see a greater awareness among integrators and end users of the need for security in RFID systems. MIKOH was the first company to recognise the need for physical security, and so much of the groundwork has already been done to position the company for substantial growth. The key technologies have been developed. Manufacturing and supply agreements are in place. Key relationships have been developed with market leaders in the fields of RFID, security and brand protection (authentication) - and more are being developed.

Commercialisation of MIKOH's technologies will primarily be through these relationships. The company will continue to build on its strategy of selling through partnerships and license agreements. At the same time MIKOH is also developing new and exciting technologies in the data and product authentication fields. These complement the company's current product offerings, and open up substantial new markets. MIKOH will continue this development work with a view to licensing the resulting technologies to established solution providers.

Your Directors have confidence in the future of MIKOH, and those Directors eligible to participate have indicated their intention to take up all of their entitlements to rights under the current offer. We commend this Offer to you.

Yours faithfully

A handwritten signature in black ink, appearing to read 'Doug Halley', with a stylized flourish at the end.

Doug Halley
Chairman
MIKOH Corporation Limited

1. Details Of The Offer

The information set out in this section is not intended to be comprehensive and should be read in conjunction with the full text of this Offer Summary.

1.1 The Offer

MIKOH is making a non-renounceable rights issue offering Shareholders the right to subscribe for 2 New Shares for every 5 Shares held as at 7.00pm AEST on 26 May 2009 at a subscription price of \$0.04 per New Share.

Up to 82,000,000 New Shares (approx.) will be issued to raise up to \$3,280,000 if the Offer is fully subscribed.

Your entitlement to New Shares is shown on the accompanying Entitlement and Acceptance Form. In calculating entitlements to New Shares, fractional entitlements have been rounded up to the nearest whole share. Shares held on separate sub-registers for the same holder have not been aggregated.

The closing time and date for acceptance of the Offer is 5.00pm AEST on 17 June 2009.

The issue price of \$0.04 for each New Share is payable in full on application. You may also apply for Additional Shares (please refer to Section 2.4 for further information).

1.2 Purpose of the Offer

The primary purpose of the Offer is to raise capital to fund the anticipated growth in MIKOH's business opportunities, as detailed in the enclosed Chairman's Letter.

1.3 Ranking of New Shares

The New Shares will rank equally with Existing Shares.

1.4 Market prices

The highest and lowest market sale prices of the Existing Shares quoted on ASX during the 12 months immediately preceding 30 April 2009 and the respective dates of those sales, were 42 cents on 27 May 2008 and 3.9 cents on 18 March 2009. The latest available market sale price of the Existing Shares on ASX at close of trading on 12 May 2009 was 5.5 cents per share.

1.5 Minimum subscription

There is no minimum subscription in relation to the Offer.

1.6 Issue of New Shares

No issue of New Shares will be made until the proceeds of the Offer have been received and permission is granted for quotation of the New Shares on ASX. If ASX does not permit quotation, the application monies will be refunded in full. Interest will not be paid on any refunds. It is expected that New Shares will be issued on or about 24 June 2009. MIKOH will not issue a person with a share certificate in respect of any New Shares under this Offer Summary. Following the issue of New Shares under this Offer Summary, MIKOH will, through its Share Registry, provide each person with a shareholder statement that sets out the number of New Shares issued to that person and which shows their aggregate holding of MIKOH shares. The shareholder statements are expected to be issued on or about 25 June 2009.

Subscription moneys for the New Shares will be held in a subscription account until the New Shares are issued. This account will be established and kept by the Share Registry on behalf of each subscriber for New Shares.

1.7 Participating and Non-participating Shareholders

The Offer made under this Offer Summary is not an offer in any place where, or to any person to whom, it would be unlawful to make such an offer.

This Offer is made to all Participating Shareholders. Beyond making the Offer to Australian and New Zealand Shareholders, the Board of MIKOH has decided that it is unreasonable for it to make the Offer to Non-participating Shareholders. This decision has been made by the Board having regard to the number of Shareholders in each other jurisdiction, the number and value of Shares held by those Shareholders and the costs of complying with the legal and regulatory requirements in those jurisdictions.

Those MIKOH Shareholders who have participated in MIKOH's recent private placements will be eligible to participate in the Offer if they qualify as a Participating Shareholder.

1.8 Private Placements

On 17 March 2009 the Company announced that it would be undertaking two small private placements that would fund the ongoing working capital requirements of the Company.

The details of these completed placements are as follows:

- (a) On 24 March 2009 the Company allotted 4,100,000 fully paid ordinary shares at 4 cents per share, raising \$164,000.
- (b) On 6 April 2009, the Company allotted 11,250,000 fully paid ordinary shares at 4 cents per share, raising \$450,000.

In addition, on 11 May 2009 the Company allotted 1,125,000 fully paid ordinary shares at 4 cents per share, raising \$45,000.

In total, these private placements have raised \$659,000 additional working capital for the Company.

1.9 Capital Structure of the Company (Ordinary Shares)

	Pre-Rights Issue (Note 1)	Placement	Rights Issue		Post-Rights Issue	%
			Entitlement (Note 2)	Residual Take-Up		
Shares on issue prior to placement (Note 1)	192,715,231	0	75,410,000	0	268,125,231	92.08%
Shares issued in recent placements		16,475,000	6,590,000	0	23,065,000	7.92%
Total	192,715,231	16,475,000	82,000,000	0	291,190,231	100.0%

Note 1 – To avoid over-complicating the table, this figure does however include the shares issued on 16 April 2009 under the MIKOH Salary Sacrifice Share Plan.

Note 2 – Assumes all Participating Shareholders take up their full entitlement, and that 4,190,231 shares are held by Non-Participating Shareholders.

1.10 Potential effect issue of Shares pursuant to this Offer could have on control of the Company or on holdings of substantial shareholders

The following substantial shareholder could increase its shareholding in MIKOH under the Offer as set out below:

Substantial Shareholder	No of Ordinary Shares			%
	Pre-Rights Issue	Post-Rights Issue (Entitlement only) (Note 3)	Post-Rights Issue (Entitlement and Additional Shares) (Note 4)	
Copulos Group	15,169,509	21,237,313	97,169,509	33.37%
Doug Halley	11,668,195	16,335,473	93,668,195	32.17%

Note 3 - Assumes the substantial shareholder fully subscribes to their Entitlement only.

Note 4 - Assumes the substantial shareholder fully subscribes to their Entitlement, no other shareholders take up their Entitlements, and the substantial shareholder subscribes for all the Additional Shares.

The possible consequence of the above substantial shareholders increasing their shareholdings to the maximum extent possible under the Offer could be that the substantial shareholders own the indicated percentage of the listed shares in MIKOH Corporation Limited.

1.11 Professional advice

If you are in doubt as to whether to accept the Offer, please contact your stockbroker or other professional adviser.

1.12 Taxation

Shareholders should be aware that there may be taxation implications of participating in the Offer and receiving New Shares. The taxation consequences of participating in the Offer and/or acquiring New Shares may vary depending on the individual circumstances of the Shareholder. Shareholders should consult their own professional taxation advisers to obtain advice in relation to the taxation laws and regulations applicable to their personal circumstances.

1.13 CHESS

The New Shares will participate from the date of commencement of quotation on CHESS. The New Shares must be held in uncertificated form (i.e. no Share certificates will be issued) on either the CHESS sub-register under sponsorship of a broker or the issuer-sponsored sub-register.

If you currently hold Shares, the New Shares will be issued to you on the same sub-register as your existing holding.

Arrangements can be made at any subsequent time to convert your holding from the issuer-sponsored sub-register to the CHESS sub-register under sponsorship of a broker or vice versa by contacting the Share Registry or your broker.

Shareholders who are CHESS participants will receive an explanation of sale and purchase procedures under CHESS with their holding statement. If a Shareholder's holding of Shares changes during a month, the Shareholder will receive a holding statement at the end of that month. Shareholders may also request holding statements at any other time, although the Company may charge an administration fee in this case.

1.14 Directors' Intentions

The Chairman, Doug Halley, intends to take up his full entitlement on his shares held by Midhurst Associates, as well as 100% of the beneficial entitlement of his 54% interest held through Fianza Ltd. These will be transferred into Midhurst Associates after completion of the rights issue.

John Keniry has indicated he will be taking up his entire entitlement, as well as subscribing for \$100,000 of Additional Shares (if available).

Riad Tayeh intends to take up his full entitlement.

The Managing Director, Matt Blomfield, and Richard Holcomb will be unable to participate in the Offer as they are Non-Participating Shareholders, being US-based.

2. Action Required By Shareholders

2.1 Dealing with your Entitlement

The number of New Shares to which you are entitled is shown on the Entitlement and Acceptance Form accompanying this Offer Summary.

Your Entitlement to New Shares offered pursuant to this Offer Summary is valuable. You should carefully consider how to deal with your Entitlement, and then take action in accordance with the alternatives referred below. You may:

- take up your Entitlement in full;
- apply for Additional Shares if you take up your Entitlement in full; or
- allow your Entitlement to lapse.

You do not need to take up your full Entitlement. However, you will need to take up your full Entitlement in order to be able to apply for Additional Shares.

If you have any questions about your Entitlement to New Shares, please contact:

- the Share Registry (Telephone no: 1300 754 281 or +61 3 9946 4434 for international enquiries); or
- your stockbroker or professional adviser.

The information below applies to all Participating Shareholders. If you are a Non-participating Shareholder, please read Section 1.8 for an understanding of the arrangements that apply to you.

2.2 If you wish to take up all of your Entitlement

Complete the accompanying Entitlement and Acceptance Form in accordance with the instructions set out on the Form. Forward your completed Form together with your cheque for the amount shown on the Form, to reach the Share Registry no later than 5.00pm AEST on 17 June 2009. Cheques should be made payable to MIKOH Corporation Limited and crossed "Not Negotiable". Shareholders located in Australia may use the reply paid envelope enclosed with this Offer Summary.

2.3 Lapse of Entitlements

If you do not deal with your Rights, they will lapse.

Lapsed Rights will be offered as Additional Shares that may be applied for by Shareholders that do exercise their Rights and subscribe for their full Entitlements. It is therefore important to accept your Rights according to the instructions above if you wish to participate in the Offer of Additional Shares.

2.4 If you wish to apply for Additional Shares

Shareholders who have taken up their Entitlements in full will be eligible to apply for Additional Shares by completing the "Number of Additional Shares applied for" section of the Entitlement and Acceptance Form. The availability of Additional Shares will depend on the Shortfall from the Offer and, therefore, Shareholders cannot be assured of receiving any Additional Shares.

If applications for Additional Shares exceed the number of Additional Shares available, the number of Additional Shares available to each applicant will be scaled back at MIKOH's discretion. In the event of such a scale back, it is intended to have regard to what is reasonable in the circumstances and to give priority to Shareholders with smaller holdings.

In accordance with the ASX Listing Rules, the directors reserve their right to issue any remaining Additional Shares (either at the same price, or at a premium) at any time in the three months following the close of the offer. The Company is in discussions with an interested third party regarding the taking up of shortfall shares.

A total of approximately 82,000,000 New Shares are offered under this Offer Summary. MIKOH reserves the right to issue New Shares in excess of that number if such further issue is considered by MIKOH to be commercially sensible given the extent and number of applications for Additional Shares.

Additional Shares will not be issued to a Shareholder where to do so would or may result in a breach of the Corporations Act, the Listing Rules or any other applicable laws.

2.5 Payment

Applications for New Shares must be accompanied by payment in full of \$0.04 per New Share. Payments must be made by 5.00pm AEST on 17 June 2009. Payments will only be accepted in Australian currency and must be by cheque or bank draft drawn on and payable at any Australian bank according to the instructions set out on the Entitlement and Acceptance Form.

Cheques or bank drafts should be made payable to MIKOH Corporation Limited and be crossed "Not Negotiable". Cash payments will not be accepted. Receipts for payments will not be provided.

You should note that MIKOH is not required to issue any New Shares to a person accepting the Offer (whether a Participating Shareholder, or otherwise) under this Offer Summary unless the Share Registry receives a completed Entitlement and Acceptance Form and a cheque for payment of the relevant number of New Shares before 5:00pm AEST on 17 June 2009 and there are sufficient funds in the account on which the cheque is drawn so that the cheque clears in favour of MIKOH (when it is first presented for payment).

3. Financial Assumptions and Qualifications

Any financial projections and other forward-looking statements contained in this Offer Document and in particular, located in the Chairman's letter are based on the Directors current expectations about future events. The Directors have formed the view, after close consultation with relevant senior management within MIKOH, that there are reasonable grounds for the inclusion of the prospective financial information enclosed.

Over 85% of the projected revenue for the 2009/10 financial year is expected to come from known customers and/or known projects, with the balance coming from specific identified market opportunities, acknowledging that it is unrealistic to know all of the specific deals and projects that will progress to finalisation and result in revenue generated for MIKOH over the next 14 months, being the period covered by the forward-looking statements in this Offer Summary. With regard to the known customers and/or known projects, the projections are based on discussions with customers of their likely orders, taking into account the current adverse economic environment.

Looking at some specific examples, our AVI partners expect to produce, under licence, approximately 5.4M tags in 2009/10, and 12.6M EVR tags in 2010/11, for use in eight identified countries where EVR projects are under way. Separately, MIKOH has identified six other countries where 0.6M tags (2009/10) and 2.6M tags (2010/11) are expected to be supplied by MIKOH directly. As with all projections, the Board has taken a conservative view and scaled back these numbers.

MIKOH's FMCG partner has indicated that their expectations are that they will purchase three printers with a combined value of approximately \$1.3M in 2009/10. MIKOH also anticipates revenue from its ongoing relationships with Dexion and Sun Chemical, amongst others, as well as regular income streams from existing customers for ink and other printing consumables, and SubScribe security seals.

The forward-looking statements set out in the Chairman's letter have been prepared by the Directors with due care and attention, on the basis of the Directors' general and specific best estimate assumptions included below. The Directors consider these best estimate assumptions to be reasonable.

The forward-looking statements should be also read in conjunction with the discussion of the risk factors set out in Section 4 and other information set out in this Offer Summary. The information regarding the forward looking statement assumptions is intended to assist potential Participating Shareholders in assessing the reasonableness and likelihood of the forward-looking statements being achieved, and is not intended to be a representation that those events that have been assumed will occur. Potential Participating Shareholders should be aware of the risks of placing undue reliance on the forward-looking statements.

The forward-looking statements set out in the Chairman's letter and above are subject to the following assumptions and qualifications:

- (a) the projected revenue streams detailed above are dependent on the receipt of purchase orders from Sirit, MIKOH's FMCG partner and from MIKOH's current and anticipated customers. MIKOH has no binding contractual commitments from its customers that will compel them to purchase pre-determined amounts of MIKOH's products and services;
- (b) MIKOH is reliant on the assumptions and forecasts of its customers projected purchase orders that may be unreliable or may not occur at all;
- (c) the above assumptions have taken into account current and potential future risks that may affect MIKOH, and therefore, risks and uncertainties that MIKOH is currently unaware of may affect the above assumptions and the financial analysis underpinning those assumptions;
- (d) the financial projections detailed in accordance with the assumption above may be materially different to the results and returns achieved by MIKOH, because they are subject to uncertainties and contingencies beyond MIKOH's control. The timing and value of work may differ from that assumed in the forward looking statements and this may have a material positive or negative effect on MIKOH's actual financial performance;
- (e) events and circumstances often do not occur as anticipated and therefore actual results are likely to differ from the forward-looking statements. These differences may be material. Accordingly, none of the directors, MIKOH, or any other person guarantees or provides any assurance as to the accuracy or achievement of the forward-looking statements or the Directors' best estimate assumptions upon which they are based. The forward-looking statements should not be regarded as a representation or warranty that MIKOH will achieve or is likely to achieve any particular result;
- (f) all figures are in Australian dollars unless specified;

- (g) no significant change in the statutory, regulatory, legal, industrial, political or economic conditions prevailing in Australia or other material markets where MIKOH operates;
- (h) no material acquisitions or disposals or restructuring of the business during the forecast period;
- (i) the retention of key personnel;
- (j) no changes in accounting standards or other mandatory professional reporting requirements or the Corporations Act which will have a material impact on MIKOH's financial performance, cash flows or financial position;
- (k) no material beneficial or adverse effects arising from the actions of competitors;
- (l) no material amendment to any material agreement or arrangement relating to the Company's business;
- (m) no material adverse change in the status of contractual negotiations with current and potential new clients; and
- (n) MIKOH is not party to any material litigation.

4. Risks

There are a number of factors, both specific to the Company and of a general nature, which may affect the future operating and financial performance of the Company, the industry in which it operates, and the outcome of an investment in the Company. There can be no guarantee that the Company will achieve its stated objectives or that forward-looking statements will be realised.

Before deciding to further invest in the Company, shareholders should read the entire Offer Summary and the risk factors that could affect the financial performance of the Company. You should carefully consider these factors in light of your personal objectives, financial circumstances or needs, and if desired, you should seek professional advice from your accountant, stockbroker, lawyer or other professional adviser before deciding whether to invest.

Outlined below are some of the key risks that potential investors should be aware of, but this list does not represent all of the risks that the Company faces.

4.1 Specific Risk Factors

Additional funding requirements

The Company may need to raise further funds to continue to commercialise its technology to the point where the Company is cash flow positive. The Company expects to continue to incur losses until the Company can produce and sell products on a large scale and cost effective basis, to produce sufficient revenue to cover the Company's costs. The Company cannot give an assurance when it will operate profitably.

If the Company requires access to further funding at any stage in the future, the Company may be adversely affected in a material way if, for any reason, access to capital or debt is not available at all or on commercially acceptable terms. There can be no assurance that additional funds will be available.

If additional funds should be raised by issuing equity, this might result in dilution to the existing shareholders at that time. The pricing of future share issues will also depend upon the results of the Company's activities, market factors, investor demand for shares, and the need for capital by either debt or equity capital raisings.

Commercialisation

The financial success of the Company may be dependent on the Company's ability to continue the successful commercialisation of its Smart&Secure and SecureContainer technologies. The Company cannot guarantee that its commercialisation strategy will be successful.

Intellectual Property

The Company relies on a large number of patents, together with non-disclosure and confidentiality agreements, to establish and protect its proprietary rights in its technologies. The Company believes it has implemented a sophisticated intellectual property management system to promote effective identification and protection of its inventions, however, if the Company is unable to adequately protect its intellectual property rights or becomes subject to a claim for infringement, its business may be materially adversely affected.

Future financial performance

The financial performance of the Company and the value of its shares will be affected by the Company's ability to manage costs and execute its development and growth strategies, economic conditions in the markets in which the Company operates or supplies, competitive factors and regulatory developments. Accordingly, the extent of future profits, if any, and the time required to achieve sustained profitability is uncertain.

Competition

There is a risk that competitors' products and services, whether currently existing or yet to be developed, will gain greater market share, be superior, be more cost effective or acceptable to customers than the Company's products and services. The existence of such products and services may reduce the value of the Company's products and services or make the Company's other products and services or the Company's research and development obsolete.

Exchange rates

The revenue and expenditure of the Company will be denominated in a number of currencies, including Australian dollars and US dollars. At the current time, the Company has no foreign currency hedging arrangements in place. The Company's financial performance may be adversely affected by fluctuations in exchange rates.

Other

In addition, academic institutions, government agencies and other public or private organisations may seek intellectual property protection with respect to potentially competitive products or technologies. There is a risk that these organisations may establish exclusive collaborative or licensing relationships with the Company's competitors.

4.2 General Risk Factors

Share price variations

On completion of the Offer, the New Shares may trade on the ASX at higher or lower prices than the Offer Price. Investors who decide to sell their New Shares after quotation on the ASX may not receive the amount of their original investment. The price at which the New Shares trade on the ASX may be affected by the financial and product performance of the Company and by external factors over which the Directors and the Company have no control. These factors include movements on international share markets, local interest rates and exchange rates, domestic and international economic conditions, government taxation, market supply and demand, and other legal, regulatory or policy changes.

Economic conditions

A prolonged deterioration in general economic conditions could be expected to have a material adverse impact on the Company's business and financial condition, with profitability possibly being affected by such factors as market conditions, interest rates and the rate of inflation, and consumer demand.

Australian and foreign government policies and legislation

The Company may be affected by changes to government policies and legislation (both in Australia and foreign jurisdictions) concerning the environment, taxation, and the regulation of trade practices and competition, government grants and incentive schemes.

Reliance on key personnel

The Company's success depends to some degree on the continued services of its senior management and key personnel.

Other

Other risk factors include those normally found in conducting business, including litigation resulting from the breach of agreements or in relation to employees or contractors (through personal injuries, industrial matters or otherwise) or any other cause, including strikes, non-insurable risks, delay in resumption of activities after reinstatement following the occurrence of an insurable risk, and other matters that may interfere with the business or trade of the Company.

The realisation of any of the above risks is likely to have an adverse affect on the Company's financial performance and the value of its shares.

5. Glossary

In this Offer Summary:

Additional Shares means, subject to any Shortfall, the number of New Shares for which Shareholders other than Non-participating Shareholders may apply to subscribe for in addition to their Entitlement at \$0.04 per share.

AEST means Australian Eastern Standard Time.

Board means the board of directors of MIKOH Corporation Limited as at the date of this Offer Summary.

CHESS means the Clearing House Electronic Sub-register System.

Closing Date means the last day for payment and return of Entitlement and Acceptance Forms, being 17 June 2009.

Corporations Act means Corporations Act 2001 (Cth).

Director means a member of the Board as at the date of this Offer Summary.

Entitlement means the number of New Shares a Shareholder is entitled to subscribe for as part of the Issue as set out in that Shareholder's Entitlement and Acceptance Form based on 2 New Shares for every 5 Shares held at the Record Date.

Entitlement and Acceptance Form means the personalised entitlement and acceptance form accompanying this Offer Summary allowing Shareholders to accept their Entitlement and apply for Additional Shares.

Existing Shares means fully paid ordinary shares in the Company on issue at the date of this Offer Summary.

FMCG means fast moving consumer goods.

Form means the Entitlement and Acceptance Form that is attached at the back of this Offer Summary

Issue means the issue of New Shares under the Offer.

Listing Rules means ASX Listing Rules.

New Shares means the fully paid ordinary shares in MIKOH Corporation Limited to be issued pursuant to this Offer Summary.

Company or **the Company** or **MIKOH** means MIKOH Corporation Limited (ACN 003 218 862).

Non-participating Shareholders means all Shareholders who are not Participating Shareholders.

Offer means the offer of New Shares pursuant to this Offer Summary.

Offer Summary means this Offer Summary dated 19 May 2009.

Participating Shareholders means all Shareholders who, at close of business on the Record Date have a registered address:

- in Australia; or
- in New Zealand under the Securities Act (Overseas Companies) Exemption Notice 2002 (New Zealand).

Record Date means the date on which Entitlement to New Shares is determined, being 26 May 2009.

Right means the right to subscribe for 2 New Shares for every 5 Shares held as at the Record Date.

Share means a fully paid ordinary share in MIKOH.

Share Registry means Computershare Investor Services Pty Limited (ABN 48 078 279 277).

Shareholder means a registered holder of Shares in MIKOH.

Shortfall means the number of New Shares for which valid applications in response to Entitlements under this Offer Summary have not been received by the Closing Date.

Please return completed form to:
Computershare Investor Services Pty Limited
GPO Box 505 Melbourne
Victoria 8060 Australia
Enquiries (within Australia) 1300 754 281
(outside Australia) 61 3 9946 4434
web.queries@computershare.com.au
www.computershare.com

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MIK
MR JOHN SMITH 1
FLAT 123
123 SAMPLE STREET
THE SAMPLE HILL
SAMPLE ESTATE
SAMPLEVILLE VIC 3030

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Securityholder Reference Number (SRN)

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I 1234567890 I N D

Use a black pen.
Print in CAPITAL letters
inside the grey areas.

A	B	C
1	2	3

For your security keep your SRN/HIN confidential.

Entitlement and Acceptance Form (including Additional Securities)

This personalised form can only be used in relation to the securityholding represented by the SRN or HIN printed above. This is an important document and requires your immediate attention. If you are in doubt about how to deal with this document, please consult your financial or other professional adviser.

Non-Renounceable Entitlement Issue closing 5.00pm AEST on 17 June 2009

Non-Renounceable Entitlement Issue of 2 New Shares for every 5 Shares registered and entitled to participate at the record date at an issue price of A\$0.04 per New Share.

Receipt of the slip below by 5.00pm AEST on 17 June 2009 with your payment, utilising the payment options detailed overleaf will constitute acceptance in accordance with the terms and conditions of the Offer Summary dated 19 May 2009.

I/We enclose my/our payment for the amount shown below being payment of A\$0.04 per New Share. I/We hereby authorise you to register me/us as the holder(s) of the Share allotted to me/us, and I/we agree to be bound by the Constitution of the Company.

A

Securityholder Entitlement details

Subregister	Issuer
Existing Shares entitled to participate at Record Date on 26 May 2009	XXX,XXX,XXX
Entitlement to New Shares on a 2 for 5 basis	XXX,XXX,XXX
Amount payable on full acceptance of your Entitlement at A\$0.04 per New Share	X,XXX,XXX.XX
Entitlement Number	123456789012

MIK

2 N R B

See back of form for completion guidelines



▼ PLEASE DETACH HERE ▼



Paperclip
cheque(s)
here.
Do not
staple.



Please see overleaf for Payment Options

Ent: X,XXX	Pay: X,XXX
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Biller Code: 118026
Ref No: 123412341234123412

B Number of New Shares applied for **C** Number of Additional Shares applied for **D** Amount enclosed at A\$0.04 per New Share

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A\$																			
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E Payment Details – Please note that funds are unable to be directly debited from your bank account

Drawer	Cheque number	BSB number	Account number	Cheque amount
				A\$

Make your cheque or bank draft payable to MIKOH Corporation Limited and crossed "Not Negotiable"

F Contact Details

Please provide your contact details in case we need to speak to you about this slip

Name of contact person

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Contact person's daytime telephone number

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How to complete the Entitlement and Acceptance Form (including Additional Securities)

Please note that photocopies of this form will not be accepted. These instructions are cross-referenced to each section of the Entitlement and Acceptance Form.

A Details of your Entitlement based on your Securityholding at 7.00pm AEST on 26 May 2009 are shown in box A on the front of this Entitlement Form.

B New Securities Applied for

You can apply to accept either all or part of your Entitlement. Enter in box B the number of New Shares you wish to accept from your Entitlement.

Please ensure you complete Section B on the bottom of the form.

C Additional Securities Applied for

Enter the number of Additional Shares you wish to apply for (if any).

No Eligible Securityholder is assured of receiving any New Shares applied for in excess of their Entitlement and any amount by which applications from Eligible Securityholders exceed their Entitlements may be scaled back at MIKOH Corporation Limited's discretion, in such manner as MIKOH Corporation Limited considers is reasonable in the circumstances.

Please ensure you complete Section C on the bottom of the form.

D Acceptance Monies

Enter the total amount of acceptance monies payable. To calculate this amount, multiply the total number of New Shares applied for in box B, and if applicable, box C, by A\$0.04.

Please ensure you complete Section D on the bottom of the form.

E Payment Details

You can apply for shares by utilising the payment options detailed below. **Please note that funds are unable to be directly debited from your bank account.**

By making your payment using either electronic means or by cheque or bank draft, you confirm that you:

- agree to all of the terms and conditions as detailed in the Offer Summary dated 19 May 2009.

Your cheque or bank draft must be made in Australian currency and drawn on an Australian branch of a financial institution. Such payment must be made payable to MIKOH Corporation Limited and crossed "Not Negotiable". Payments not properly drawn may be rejected.

Cheques will be processed on the day of receipt and as such, sufficient cleared funds must be held in your account as cheques returned unpaid may not be re-presented and may result in your Acceptance form being rejected. Paperclip (do not staple) your cheque(s) to the form where indicated. Cash will not be accepted. Receipt of payment will not be forwarded.

F Contact Details

Enter the name of a contact person and telephone number. These details will only be used in the event that the registry has a query regarding the slip below.

The directors reserve the right to make amendments to this form where appropriate.

Lodgement of Acceptance

If you are applying for shares and your payment is being made using BPAY®, you do not need to return the slip below. Your payment must be received by no later than 5.00pm AEST on 17 June 2009. Applicants should be aware that their own financial institution may implement earlier cut off times with regards to electronic payment, and should therefore take this into consideration when making payment. It is the responsibility of the applicant to ensure that funds submitted through BPAY are received by this time.

If you are paying by cheque or bank draft, the slip below must be received by Computershare Investor Services Pty Limited (CIS) Melbourne by no later than 5.00pm AEST on 17 June 2009. You should allow sufficient time for this to occur. A reply paid envelope is enclosed for securityholders in Australia. New Zealand holders will need to affix the appropriate postage. Return the slip below with cheque attached.

Neither CIS nor the Company accepts any responsibility if you lodge the slip below at any other address or by any other means.

Privacy Statement

Personal information is collected on this form by CIS, as registrar for securities issuers ("the issuer"), for the purpose of maintaining registers of securityholders, facilitating distribution payments and other corporate actions and communications. Your personal information may be disclosed to our related bodies corporate, to external service companies such as print or mail service providers, or as otherwise required or permitted by law. If you would like details of your personal information held by CIS, or you would like to correct information that is inaccurate, incorrect or out of date, please contact CIS. In accordance with the Corporations Act 2001, you may be sent material (including marketing material) approved by the issuer in addition to general corporate communications. You may elect not to receive marketing material by contacting CIS. You can contact CIS using the details provided on the front of this form or e-mail privacy@computershare.com.au

If you have any enquiries concerning this form or your entitlement, please contact CIS on 1300 754 281.

This form may not be used to notify your change of address. For information, please contact CIS on 1300 850 505 or www.computershare.com (Issuer Sponsored Holders only).

CHESS holders must contact their Controlling Participant to notify a change of address.

Payment Options:



Bill Code: 118026

Ref No: 123412341234123412

Telephone & Internet Banking – BPAY

Call your bank, credit union or building society to make this payment from your cheque or savings account. More info: www.bpay.com.au



MIKOH Corporation Limited
Computershare Investor
Services Pty Limited
GPO Box 505
Melbourne, Victoria 8060
AUSTRALIA

*** I 1234567890 ***
Entitlement Number: <xxxxxxxxxx>

SAMPLE CUSTOMER
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAMPLE STREET
SAPLETOWN TAS 7000

2 NRB

MIK

042530_00TY00



MIKOH Corporation Limited



MIKOH Corporation Limited
1/1 Culverlands Street
Heidelberg West VIC 3081
Australia
PHONE: (03) 9458 2075
FAX: (03) 9458 2104
EMAIL: info@mikoh.com

www.mikoh.com

Use of Proceeds:-

- Support partners' rollout of Smart&Secure in Americas, SE Asia and South Africa
- Deliver on US Federal government projects for Smart&Secure
- Rollout SecureContainer to US Feds & Commercial Sector
- Validation of emerging technologies
- Deliver first stage FMCG product for Variable Data Printers for global rollout
- Direct sales drive into key market segments for Smart&Secure and SecureContainer
- Patent finalisations
- Working Capital

Financial Highlights

- First Royalties: Received through Sirit AVI agreement
- First Revenues: SecureContainer to US Feds in Q4'08
- SubScribe Revenues strong
- Printer revenues growing
- Business model for Smart&Secure and SecureContainer based on annuity model.

FY07/08 **A\$798,322**
H1 FY08/09 **A\$930,364** (Half year ended 31 Dec 2008)

The Opportunity

MIKOH Corporation Limited is a developer and patent holder of tamper detection and authentication technologies that protect the assets of governments, organisations and individuals. With offices in Australia and the USA the company is now deploying its technologies in high-volume global markets where there are clear requirements and growing demand – in particular Automated Vehicle Identification (AVI) and Asset Protection, Tracking, and Management. The products are deployed via its direct sales force and through global partners.

The Products

MIKOH has developed a series of technologies and products that provide tamper detection in both RFID (radio frequency identification) and non-RFID systems. The technologies are aimed at applications in which physical security is critical, and the compromise of sensitive or high-value assets would result in commercial loss or a security breach. Included in the product range is a recently developed closure mechanism, incorporating technology licensed from the US National Security Agency (www.nsa.gov), which can be incorporated into any reusable plastic container. Through a relationship with US-based Pelican Products (www.pelican.com), MIKOH has developed SecureContainer closure designs and production tooling specifically for use with Pelican's ruggedised cases, which are used extensively in the US Federal Government and commercial sector where the secure transport of high-value items, such as sensitive documents, seized goods, pharmaceuticals, and data storage devices is mandatory.



Applications for MIKOH's technologies are broad and varied, and MIKOH has made substantial progress in two key areas - government asset security and vehicle identification.

MIKOH's key technologies and products, which are protected by a strong patent portfolio, include:-

- **Smart&Secure™ Inform** – Disables an RFID tag if it is tampered with or moved.
- **Smart&Secure™ Insight** – Leaves an RFID tag functional BUT alerts an RFID reader that tampering has occurred.
- **SecureContainer™** - Container closure mechanism for use with reusable plastic containers to protect the integrity of the contents – specific designs have been developed for use with Pelican's range of ruggedised cases.
- **SubScribe™** - Sub-surface laser marking technology for non-RFID tamper-indicating security labels and seals.
- **SecurePrint™** - printed authentication technologies for brand protection and verification of high security items and documents; can be used as a stand-alone security feature or integrated into MIKOH's SubScribe security seal product.
- **AssuRD™** – a new technology to uniquely identify and authenticate information and products in the field, without requiring access to a network or database.
- **High Speed Inkjet Printers** – Security printing and print systems for high-volume commercial markets.



Value Proposition

MIKOH's technologies provide security and certainty for end users, whether in the form of a tamper-indicating solution, an authentication solution, an identification/tracking solution, or a combination of these. For instance, MIKOH's Smart&Secure RFID tag technology ensures a 1:1 relationship between an RFID tag and the tagged item, so that detecting the tag ensures detection of the tagged item. This is not the case for standard RFID tags, which can be moved from one item to another, so that detection of a standard tag does not



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Heidelberg West VIC 3081
Australia
PHONE: (03) 9458 2075
FAX: (03) 9458 2104
EMAIL: info@mikoh.com

www.mikoh.com

Competitive Advantage

- Patent Protection in USA, Mexico and Russia with patent applications pending in Europe, Canada, Brazil, China, India, Australia and New Zealand [N.B. for both Smart&Secure and SecureContainer]
- Technology agreement with US National Security Agency
- Australian Security Construction & Equipment Committee (SCEC) endorsed
- US Federal Information Processing Standard 140 (FIPS) compliant
- Strong relations with US Federal Government
- Solid brand image in US
- Only high-security tamper evident passive RFID tag in the market.
- Go-to-market strategy via global partners

Executive and Staffing

Managing Director Matt Blomfield
CTO Dr Peter Atherton
VP Aust Hans Van Pelt
VP USA Steven Van Fleet
Finance Gary Phipps

Minimum staff base of 11 to cover the needs for license sales management and support.

ensure the presence of the original tagged item. This security feature is critical in electronic vehicle registration systems, where an RFID windscreen tag is used to monitor a vehicle's registration status, which is specific to the vehicle. Similarly, SecureContainer indicates whether a container's contents have been tampered, and allows the container to be identified and tracked automatically via RFID technology. MIKOH's latest digital print initiatives – including the use of DataDot technology in its SubScribe security seals – are aimed at providing high-security authentication that is easy to implement. The theme running through MIKOH's technologies is affordable security and certainty – key requirements in today's government and commercial operations.

Market Size

MIKOH's technologies span several major global markets, so it is difficult to define the accessible market size in a simple manner. MIKOH does not regard itself as an RFID company, as its focus is on providing security and certainty. Nonetheless, some of the company's technologies operate within the RFID industry, which according to IDTechEx is expected to grow from 2005 revenues of just under US\$2BN to US\$24BN by 2015. On the other hand, MIKOH's solutions also apply to the problems of counterfeiting, piracy, tampering and theft – problems that are estimated to have led to global financial losses of US\$610BN in 2006 ("The International Market for Brand Protection Solutions, 2nd Edition", January 2008, Vandagraf International Limited). Looking at another facet of the accessible markets, MIKOH's Smart&Secure vehicle tags are applicable in all AVI applications, and there are approximately 600M vehicles currently registered in the world. Through its partnerships MIKOH expects to be able to access a substantial proportion of this market.

Competitive Landscape

Where possible, MIKOH relies on patents to protect its position in the market. The company has patent protection for its Smart&Secure technology, while the technology licensed from the NSA for use in SecureContainer is also patented. In addition, MIKOH has patent protection for some aspects of its inkjet print technology, and has patent applications pending for SecureContainer and for its latest authentication technology initiatives. Physical security for RFID tags is becoming a more prominent issue, and MIKOH is increasingly seeing other companies offering tamper-indication. To date, all other offerings of which MIKOH is aware have either been technically inferior or copies of MIKOH's technology. MIKOH is taking appropriate legal steps to enforce its patent rights in those instances where infringement is believed to be occurring. The company is not aware of any companies offering a low cost container security/tracking solution that would compete with SecureContainer.

Go-to-market Strategy

MIKOH has adopted a business model of developing Intellectual Property and then forming relationships with commercialisation partners and licensees. As an example, the company supplied Smart&Secure™ tags for its partners to implement an Electronic Vehicle Registration (EVR) system for the Bermuda Transport Control Department – a world first that in 2008 was announced by the Bermuda government to be a success generating a payback within the first year of implementation. Since then, Smart&Secure has been and is being implemented in AVI applications in other countries that are adopting Electronic Vehicle Registration and Automated Vehicle Identification systems. For this market, MIKOH entered into a collaboration agreement with Sirit, Inc. (www.sirit.com) to produce and distribute Smart&Secure for vehicle applications. Under the relationship with Sirit, MIKOH receives a royalty for every Smart&Secure RFID tag applied to a windscreen. These tags are replaced on average every 2-4 years. For the SecureContainer™ product, MIKOH collaborates with its partners to provide solutions for government and commercial applications. Again, like EVR, this is a recurring revenue model in which MIKOH receives revenue every time a case is sealed. Similarly, the company has developed a relationship with US-based Sun Chemical – the world's largest producer of printing inks and pigments, and part of the Dainippon Ink & Chemicals group. In addition to supplying key chemical formulations for MIKOH's Smart&Secure products, Sun has an active security group focused on providing brand protection solutions to consumer markets globally. MIKOH and Sun recently entered into an MOU (see MIKOH's ASX announcement dated March 11, 2009) that is aimed at Sun marketing and selling MIKOH's security and authentication technologies into high-volume commercial markets where Sun already has a strong presence. MIKOH continues to develop relationships with other manufacturers and integrators worldwide to deploy its products and technology.