

Notice reference number: [Insert ref number]

Notice date: 14/10/2016

What's this about?

Effective date: 14/10/2016

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|--|----------------------------------|-----------------------------------|-----------------------------|---|----------------------------|--|
| <input checked="" type="radio"/> ASX Trade | <input type="radio"/> ASX 24 | <input type="radio"/> ASX TECH | | | | |
| <input checked="" type="radio"/> Trading | <input type="radio"/> Clearing | <input type="radio"/> Settlement | <input type="radio"/> ALC | <input type="radio"/> ASX NET | | |
| <input type="radio"/> Operations | <input type="radio"/> Technology | <input type="radio"/> Market Data | <input type="radio"/> Rules | <input checked="" type="radio"/> Compliance | <input type="radio"/> Risk | <input checked="" type="radio"/> Other |

Title

Salmat Limited – Accelerated Non-Renounceable Entitlement Offer

Description

On 14 October 2016, Salmat Limited (ASX Code: SLM) (Company) announced a fully underwritten 1 for 4.7 accelerated non-renounceable pro-rata entitlement offer of new ordinary shares at an issue price of \$0.43 per new share to raise approximately A\$15 million (Entitlement Offer).

The Entitlement Offer has the following two components.

- An institutional entitlement offer, where offers have been made to qualifying institutional securityholders for them to apply for their pro-rata entitlement (Institutional Entitlement Offer).
- A retail entitlement offer, where offers will be made to qualifying retail securityholders for them to apply for their pro-rata entitlement (Retail Entitlement Offer).

New shares issued under the Entitlement Offer will rank equally in all respects with existing shares from the date of issue.

The anticipated timetable in relation to the Entitlement Offer is set out below.

| Event | Date |
|---|--------------------------|
| Trading Halt commences Institutional Entitlement Offer conducted | Friday, 14 October 2016 |
| Announce results of Institutional Entitlement Offer Trading halt lifted Trading in ordinary shares resumes on an ex-entitlement basis (ASX Code: SLM) | Monday, 17 October 2016 |
| Record Date for Entitlement Offer | Tuesday, 18 October 2016 |
| Retail Entitlement Offer Booklet and acceptance forms despatched Retail Entitlement Offer opens | Friday, 21 October 2016 |
| Settlement of Institutional Entitlement Offer | Monday, 24 October 2016 |
| Issue of new shares under the Institutional Entitlement Offer and trading commences in new shares on a normal settlement basis (ASX Code: SLM) | Tuesday, 25 October 2016 |

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|--|-----------------------------|
| Retail Entitlement Offer closes | Monday, 7 November 2016 |
| Announce results and shortfall (if any) of Retail Entitlement Offer | Thursday, 10 November 2016 |
| Issue of new shares under the Retail Entitlement Offer | Tuesday, 15 November 2016 |
| New shares issued under the Retail Entitlement Offer commence trading on a normal settlement basis (ASX Code: SLM) | Wednesday, 16 November 2016 |
| Despatch of holdings statements | Wednesday, 16 November 2016 |

Settlement issues

Despite the fact that securities are trading 'ex entitlement' on ASX Trade, CHESS will not recognise for settlement purposes the 'ex entitlement' or the 'cum entitlement' tag on CHESS messages and CHESS will not maintain cum balances during the deemed 'CHESS ex-period', i.e. the period commencing on the deemed CHESS ex-date up to and including the record date. However, a record date cum balance will be available the business day following the record date, which will be equal to the registered holding balance at CHESS end of day on the record date. As a result any transfer that occurs prior to record date will be effectively transferred on a 'cum entitlement' basis.

Therefore, Participants must ensure that any transfer, including the priming of Broker Entrepot Accounts, is conducted in accordance with the basis of quote. For example, a transfer in relation to a transaction conducted on an 'ex entitlement' basis should ordinarily only occur post record date.

CHESS will perform automatic diary adjustments to 'cum entitlement' settlement obligations outstanding as at the record date.

Trading issues

ASX will not price a 'cum entitlement' market with respect to trading in the Company's securities. Persons who acquire the Company's securities after the commencement of the trading halt on Friday, 14 October 2016 are not entitled to participate in the Entitlement Offer.

What do I need to do and by when?

For further details, please refer to the Company's announcements or contact the Company's Offer Information Line on 1300 365 969 (from within Australia) or +61 1300 365 969 (from outside Australia) between 8:30am and 5:30pm (Sydney time) Monday to Friday during the retail offer period.

Need more information?

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Disclaimer