

14 October 2020

Company Update – Cleansing Prospectus

Kollakorn Corporation Limited (ASX:KKL) (“**Company**” and “**Kollakorn**”) refers to its market announcements on 6 March 2020, and the cleansing prospectus dated 13 October 2020 (**Prospectus**) lodged yesterday with ASIC, and thereafter with the ASX.

As previously reported, the Company became aware that certain shares were, inadvertently, not accompanied by the issue of a cleansing notice to permit immediate trading of these shares. The purpose of the prospectus and described therein was to lift subsequent trading restrictions of uncleaned securities under the Corporations Act, notwithstanding the present suspension of its securities.

Though it has received no complaints from potentially affected shareholders, the Company has taken steps to rectify this matter. As part of this process, the Company is preparing an application to the Court to seek relief and orders pursuant to the Corporations Act to validate any prior trading in the relevant shares.

The Company’s securities are anticipated at this stage to remain suspended until the above matter is completed. The Company is taking all necessary steps to rectify the situation as quickly as possible and will provide further updates.

Kollakorn otherwise continues to conduct its business activities in the ordinary course and will continue to inform the market on relevant developments concerning its operations.

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This Announcement is authorised by David Matthews, Chief Executive Officer.

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