

13 December 2017

INFORMATION REQUIRED UNDER LISTING RULE 3.10.5A

Further to the Appendix 3B lodged today for the issue of 33,552,040 fully paid ordinary shares at \$0.101 per share in a placement to institutional and sophisticated investors ('Placement'), the Company provides the following information required under ASX Listing Rule 3.10.5A.

The dilutive effect of the Placement on existing shareholders is as follows:

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|---|-----|
| Placement issue under Listing Rule 7.1A (16,776,020 shares) | 10% |
| Placement issue under Listing Rule 7.1 (16,776,020 shares) | 10% |
| Total dilution as a result of Placement | 20% |

Details of the approximate percentage of the issued capital following completion of the Placement held by pre-Placement shareholders and new shareholders are as follows. Please note this information relates specifically in relation to the portion of shares issued under listing rule 7.1A (16,776,020 shares).

| | |
|---|------|
| Pre-Placement shareholders who did not participate in the Placement | 0% |
| Pre-Placement shareholders who did participate in the Placement | 0% |
| Participants in the Placement who were not previously shareholders | 100% |

The Company issued the shares as a placement under listing rule 7.1A as it was of the view that this was the most efficient mechanism for raising funds at the time.

There was no underwriter to the Placement. A broker fee of 7% on the funds raised is payable.

Kim France
 Company Secretary
 Leaf Resources Limited