

20 February 2015

The Manager
 Company Announcements Office
 ASX Limited
 20 Bridge Street
 Sydney NSW 2000

Dear Sir

Shares Issued with Security Holder Approval under Listing Rule 7.1A

With reference to the Placement announced yesterday of 4,500,000 shares (and a free option) issued at \$0.065, the 4,500,000 shares will be issued under Listing Rule 7.1A. The following information is provided in accordance with Listing Rule 3.10.5A.

(a) *details of the dilution to existing holders of ordinary securities caused by the issue:*

The Company issued 4,500,000 shares under Listing Rule 7.1A and 4,500,000 unlisted options under Listing Rule 7.1. This results in the following dilution to existing shareholders:

	Number
Number of shares on issue prior to Placement	127,075,074
Shares issued under Listing Rule 7.1A	4,500,000
Total shares on issue	131,575,074
Percentage of voting dilution	3.42%

(b) *where the equity securities are issued for cash consideration, a statement of the reasons why the eligible entity issued the equity securities as a placement under rule 7.1A and not as (or in addition to) a pro rata issue or other type of issue in which existing ordinary security holders would have been able to participate.*

Given the Company's financial position, the availability of the funding from an eligible person was considered to be an efficient and expedient method of raising funds. The placement also allows the Company to introduce a new strategic investor to its register.

(c) *Details of any underwriting agreements, including any fees payable to the underwriter.* There is no underwriter agreement and no underwriter fees payable in respect of this Placement.

(d) *Any other fees or costs incurred in connection with the issue.* A placement fee of 5% (\$14,625) is payable on the Placement.

Yours sincerely,



Louisa Martino
Company Secretary