



3 September 2013

ASX Market Announcements
ASX Limited
Level 4
20 Bridge Street
SYDNEY NSW 2000

Dear Sir/Madam

ENTITLEMENTS ISSUE AND ALTERNATIVE FUNDING

The one for one non-renounceable Entitlements Offer closed on 30 August 2013 without reaching the minimum subscription of \$35.0 million.

The final amount of under subscriptions is still being determined and is subject to clearance of funds and final reconciliation.

The Company acknowledges the support of those Red 5 shareholders who applied for new shares under the Entitlements Offer and advise that their application monies will be dealt with in accordance with the Corporations Act 2001 (Cth).

The directors are advancing alternative financing arrangements and expect to provide shareholders with a definitive outcome this week. Discussions continue with the Senior Lender regarding the status of the debt facility and standstill agreement.

With the significant variations in potential outcomes with respect to funding requirements, the Company's shares will remain in voluntary suspension for the short term.

Steve Norregaard
Managing Director