



EUMUNDI GROUP

2 October 2013

Company Announcements Office
Australian Securities Exchange
SYDNEY NSW 2000

NON-RENOUNCEABLE RIGHTS ISSUE AND CLEANSING NOTICE

Eumundi Group Limited (**Company**) is pleased to announce a non-renounceable rights issue to eligible shareholders, on the basis of 1 new share for every 1 share held at a price of \$0.045 per new share (**New Shares**), to raise approximately \$6,387,736 (before costs), based on the Company's undiluted share capital (**Rights Issue**). Approximately 141,949,690 New Shares will be offered under the Rights Issue.

The Rights Issue will be available to all registered shareholders who hold shares at 7.00pm ADST on 11 October 2013 (**Record Date**) with registered addresses in Australia or New Zealand (**Eligible Shareholders**). Shares issued pursuant to the Rights Issue will rank equally with all shares on issue.

In accordance with the ASX Listing Rules and the *Corporations Act 2001* (Cth) (**Corporations Act**), the Company has considered the number of shareholders with registered addresses in various jurisdictions outside of Australia and New Zealand and the size of the shareholdings held by those shareholders. Taking this into consideration, as well as the costs of complying with the legal requirements and the requirements of the regulatory authorities relating to the shareholders with registered addresses in various jurisdictions outside of Australia or New Zealand, the Company has formed the view that it is unreasonable to extend the Rights Issue to those shareholders.

Taylor Collison Limited has been appointed as Nominee to deal with the entitlements of the Company's foreign shareholders outside of Australia and New Zealand.

Further, Taylor Collison Limited has also been appointed underwriter of the Rights Issue. The purpose of the Rights Issue is to raise approximately \$6,387,736, excluding the costs of the Rights Issue.

The funds raised from the Rights Issue will be used to fund the costs of the Rights Issue, to develop and improve the Company's property investments, to fund general working capital requirements (including facilitating any future opportunities that may arise and to manage existing debt).

A proposed timetable for the Rights Issue is set out in the table below:

Date	Event/s
2 October 2013	Announcement of Rights Issue
2 October 2013	Submit Appendix 3B to ASX and lodge 708AA
3 October 2013	Notice of Rights Issue sent to Shareholders
4 October 2013	Trading on Ex basis
11 October 2013	Record date for Rights Issue
17 October 2013	Completion of despatch offer documents to shareholders announced
17 October 2013	Rights Issue Opens
31 October 2013	Rights Issue Closes
11 November 2013	Expected date of allotment of New Shares under Rights Issue
12 November 2013	Trading of New Shares on the ASX
14 November 2013	Despatch of New Shares holding statements

This timetable is indicative only and may be subject to change subject to the requirements of the Corporations Act and the ASX Listing Rules.



EUMUNDI GROUP

The Rights Issue is being made without a disclosure document, in accordance with section 708AA of the Corporations Act. The Company will prepare and send an Offer Document to all Eligible Shareholders on 17 October, as set out in the timetable above.

Cleansing Notice

Pursuant to section 708AA(7) of the Corporations Act, the Company provides notice of the following:

The Company will offer the New Shares for issue without disclosure to investors under Part 6D.2 of the Corporations Act.

1. the Company is providing this notice under section 708AA(2)(f) of the Corporations Act.
2. As at the date of this notice, the Company has complied with:
 - (a) the provisions of Chapter 2M of the Corporations Act as they apply to the Company; and
 - (b) section 674 of the Corporations Act.
3. As at the date of this notice there is no information:
 - (a) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (b) that investors and their professional advisors would reasonably require for the purpose of making an informed assessment of:
 - (i) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (ii) the rights and liabilities attaching to the New Shares.
4. If all shareholders take up their entitlement under the Rights Issue, the Rights Issue will have no effect on the control of the Company. However, the proportional shareholdings of shareholders who are not residents in Australia or New Zealand may be diluted as those shareholders are not entitled to participate in the Rights Issue. Additionally, if an Eligible Shareholder does not take up their entitlement in full there may be a dilutionary effect on that shareholder's proportionate shareholding. The Rights Issue is underwritten by Taylor Collison and partially sub-underwritten by entities associated with Joe Ganim and Gilbert De Luca, directors and substantial holders of the Company.

In the event of a shortfall, the directors of the Company in consultation with Taylor Collison reserve the right to place the shortfall at their sole discretion. Acceptance of entitlements or the placement of any shortfall may also result in existing shareholders or new investors significantly increasing their interest in the Company or obtaining a substantial interest in the Company. However, the shortfall will only be placed to the extent that such placement is in compliance with the takeover provisions of the Corporations Act, which restrict a person and their associates from having a relevant interest in the Company of not more than 20.0%, subject to a number of exemptions, which includes the issue to an underwriter or sub-underwriter.

Further information

The Company anticipates that approximately 141,949,690 New Shares will be issued. The New Shares will be issued for \$0.045 each.

On completion of the Rights Issue, and assuming it is fully subscribed, the issued capital of the Company will comprise approximately 283,899,380 shares.



EUMUNDI GROUP

The New Shares will rank equally in all respects with the Company's existing shares. If an Eligible Shareholder's entitlement results in a fraction of a New Share, the entitlement will be rounded up to the nearest whole number.

Trading in the New Shares is expected to commence on 12 November 2013.

An Appendix 3B applying for quotation of the New Shares will be released to the ASX separately to this letter.

The Company encourages all Eligible Shareholders to participate in the capital raising.

Yours faithfully

Mr Joseph Ganim
Chairman
Eumundi Group Limited