

# ASX Announcement – Capital Raising

29 June 2016



## Placement of Shares

Papyrus Australia Ltd (ASX:PPY) ('Papyrus') is pleased to announce that it has entered into agreements with existing shareholders to raise \$30,000 by way of a placement of 3,000,000 ordinary fully paid shares in the capital of the Company at a price of \$0.01 per new share plus Options "one for one".

In accordance with ASX Listing Rule 3.10.3, the Company provides the following details of the agreed placement of shares:

Class of Securities:	Ordinary fully paid shares plus Options
Number of Securities to be issued:	3,000,000 Ordinary fully paid shares plus one Option for every share issued
Options terms:	Exercisable at a price of \$0.01 per Option within 2 years of issue date.
Consideration:	\$30,000 at \$0.01 per share
Principal Terms:	The shares will rank pari-passu with existing Ordinary fully paid shares on issue.
Purpose of the issue:	The funds raised will be used to fund ongoing working capital requirements.
Issue to class:	The issue is not being made to a class of security holders.

## Egypt

Progress is being made in Egypt in preparation for the commissioning of the Papyrus Egypt factory in Sohag. The Managing Director – Ramy Azer – who has been in Egypt and working on the project since February, reports that senior engineering and support staff have been recruited and trained, arrangements are in place for harvesting and transporting banana tree trunk to the factory from nearby banana plantations, take-out arrangements are in place for banana fibre produced, the banana veneering and fibre processing machinery is all in situ ready for wet commissioning having been overhauled during process trials conducted over the past few months, and wet commissioning is anticipated to occur after the Ramadan holiday which concludes in early July.

*ENDS*