

ASX / Media Release

10 October 2018

ASX code: **K2F**

Rights Issue Shortfall Notice

K2fly Limited (**ASX: K2F**) (**K2fly**) advises that the non-renounceable pro-rata rights issue announced on 12 September 2018 (**Rights Issue**) closed on Friday 5 October 2018. The Rights Issue was fully underwritten by K S Capital Pty Ltd (**Underwriter**).

The Rights Issue offered eligible shareholders registered on the Record Date the ability to subscribe for 1 new share for every existing 10 shares held on the Record Date at an issue price of \$0.30 per share (**New Shares**), together with one listed option (ASX: K2FOA) for every four New Shares subscribed for with an exercise price of \$0.20 and expiry date of 18 May 2020 (**New Options**) (**New Securities**) to raise \$1,812,293 (before costs). K2Fly has accepted additional shares applied for by shareholders beyond their entitlement.

The results of the Rights Issue are as follows:

	New Shares	New Options
Total Number of New Securities Offered	6,040,976	1,510,244
Number of New Securities Underwritten	6,040,976	1,510,244
Number of New Securities applied for	2,272,670	568,182
Shortfall Securities to be placed with the Underwriter	3,768,306	942,062

The shortfall of 3,768,306 New Shares and 942,062 New Options will be placed with the Underwriter (**Shortfall Securities**). As disclosed in Section 4.6 of the Prospectus, the Underwriter entered into sub-underwriting agreements with Brian Miller, Jenny Cutri and James Deacon for a total of \$60,000 of the Rights Issue shortfall.

K2Fly has notified the Underwriter of the Rights Issue Shortfall Securities and it is expected that the Shortfall Securities will be issued once all funds have been received.

The Board of K2fly would like to thank all shareholders and the Underwriter who participated in the Rights Issue for their continued support.

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About K2fly

K2fly Ltd is an ASX listed technology company which targets asset intensive industries. It supplies people, products and strategic alliances focussed on solving problems for clients.

K2fly owns **Infoscope** (a Data Collaboration solution) for use in Tier 1 companies.

K2fly also re-sells market leading software which has been developed by industry leaders in the USA, Australia, Europe and the UK. These solutions come from OBI Partners (USA), Kony (USA), Pointerra Limited (Aus), ABB (Switzerland) and Capita plc (UK), where they have an outstanding track record of delivering benefits to clients. K2fly has strategic alliances with global technology companies such as: GE(USA), Esri (USA) and SAP (Germany).

In addition, K2fly provides cutting edge advice, consultancy and services when it deploys its subject matter experts who have extensive domain knowledge in such areas as Rail, Electricity, Gas, Water, Mining, Oil & Gas, Facilities Management, Aviation and Defence.