

14 July 2015

Dear Shareholder

Partially underwritten renounceable entitlement offer to raise up to \$3.7m

Analytica Limited (**Company**) is pleased to announce a partially underwritten renounceable pro-rata entitlement offer to eligible shareholders to raise approximately \$3.7 million (before offer costs) (**Offer**). The Offer is partially underwritten to \$2.8 million by Paterson's Securities Limited.

The Offer comprises:

- **(New Shares)** one New Share for every two Shares held at the Record Date (7.00pm on Monday 20 July 2015) at an offer price of 0.8 cents per New Share; and
- **(Attaching Options)** for every 3 shares subscribed for the applicant will receive 2 options comprising:
 - 1 short dated option expiring on Monday 29 February 2016 and exercisable at 1.1 cents; and
 - 1 long dated option expiring on 28 February 2018 and exercisable at 1.4 cents.

(together called the **Options**). An application will be made for the Options to be listed on ASX.

Eligible Shareholders may also apply for Additional Shares (which are Shares that are not taken up by Eligible Shareholders) in excess of their Entitlement. The allocation of Additional Shares will be limited to the number of Shortfall Shares (if any) and will be at the discretion of the Directors in consultation with the Underwriter. Shareholders who apply for Additional Shares may receive fewer Additional Shares than the number applied for or none at all. Successful applicants for Additional Shares will be entitled to the attaching Options.

Use of funds

The capital raised will be used to fund marketing costs in connection with the launch of the PeriCoach® System primarily in the US but also Europe and general working capital requirements. There is no minimum amount sought to be raised under the Offer and the New Shares and Options may be issued in respect of applications irrespective of the total level of subscriptions made.

Eligible Shareholders

The Offer will be offered to all shareholders of the Company with a registered address in Australia or New Zealand as at the Record Date (**Eligible Shareholders**).

The Company regrets that, having considered the number of shareholders with registered addresses outside Australia and New Zealand (**Ineligible Shareholders**), the number and value of the shareholdings held by Ineligible Shareholders, and the costs of complying with the laws and any requirements of any regulatory authority in each applicable jurisdiction, it will not offer the Offer to Ineligible Shareholders.

Entitlements

Entitlements in respect of New Shares and Options will be rounded up to the nearest whole number and holdings on different registers or sub-registers will not be aggregated to calculate entitlements.

Rights trading

The Entitlements under the offer are renounceable. Accordingly, you may trade on ASX your rights to subscribe for New Shares and Options under the Offer to any other party during the rights trading period which commences on Thursday 16 July 2015 and ends on Monday 27 July 2015. If you do not take up or trade your Entitlements to the Shares and Options under the Offer by the Closing Date (Tuesday 4 August 2015), the Offer to you will lapse.

Company's capital structure pro-forma

The table below provides a pro-forma capital structure of the Company after completion of the Capital Raising (assuming all Entitlements are taken up, no other shares are issued by the Company and no options are exercised). The actual outcome of the Capital Raising may differ.

	Shares	Short Dated Options	Long Dated Options	Other Options
Current securities on issue	939,220,439	-	-	55,850,000
Maximum number of securities issued under Offer	469,610,220	156,536,740	156,536,740	-
Total	1,408,830,659	156,536,740	156,536,740	55,850,000

If the shortfall is more than 25% or more of the 350 million Underwritten Shares (less the 37,500,000 shares subunderwritten by a related entity of the Chairman, Dr Monsour), the Underwriter or its nominees are also entitled to receive 1 share for every 5 shares subscribed for in the underwriting. The maximum number of shares that may be issued is 46,875,000

shares. The precise number of Underwriter Shares, if any, will not be known until the completion of the Offer.

Further information

The Offer is being made under a Prospectus dated 14 July 2015 which was lodged with ASIC on that date. Shareholder approval is not required for the issue of New Shares or Options under the Offer. New Shares issued will rank equally in all respects with the fully paid ordinary shares already on issue and the Company has applied for the quotation of the New Shares on ASX.

The Company's Chairman has advised the Company that he will take up his Entitlements for \$100,000 and a related entity will sub-underwrite \$300,000 on a priority basis. Any short term loan funding provided by him prior to the completion of the Offer will be capitalised at the issue price and the capitalised amount applied in reduction of the sub-underwriting obligation.

Further details of the Offer, including details on the use of proceeds, underwriting arrangements and the fees associated with conducting the Offer will be contained in the Prospectus. The Prospectus containing the Offer will be sent to Eligible Shareholders on or about Thursday 23 July 2015 accompanied by personalised entitlement and acceptance forms to subscribe for New Shares under the Offer. A copy of the Prospectus will be available on the ASX website at www.asx.com.au and the Company's website at <http://www.analyticamedical.com/downloads/2015/20150710-ALT-Prospectus.pdf>.

Important dates

Event	Date
Lodgement of Prospectus and announcement of Offer	Tuesday 14 July 2015
Existing shares quoted on an 'ex-entitlement' basis and rights trading commences	Thursday 16 July 2015
Record Date	7.00pm (Sydney time) Monday 20 July 2015
Offer opens Offer booklet and acceptance forms released to ASX and despatched	Thursday 23 July 2015
Rights trading ends	Monday 27 July 2015
Offer closes	5.00pm (Sydney time) Tuesday 4 August 2015
Announcement of shortfall (if any) under the Offer	Thursday 6 August 2015
Allotment date of New Shares issued under the Offer	Tuesday 11 August 2015
Despatch of holding statements for New Shares issued under the Offer. Normal trading of New Shares issued under the Offer	Wednesday 12 August 2015

The timetable is subject to change and the Company reserves the right to withdraw or vary the timetable for the offer without notice. In particular, the Company in consultation with the underwriter reserves the right to extend the closing date for the Offer, to accept late applications whether generally or in particular cases or to withdraw the Offer without prior notice.

On behalf of the Directors and Management I thank you for your ongoing support of the Company.

Yours sincerely



Dr Michael Monsour
Chairman