

BROAD INVESTMENTS LIMITED

ACN 087 813 090

To: Australian Securities Exchange Limited (ASX)
From: Broad Investments Limited (ASX: BRO)
Date: 18 November, 2015
Subject: Broad Investments Limited Placement to reduce debt & improve Balance Sheet

Broad Investments Limited (the Company), is pleased to announce that agreement was reached with two separate parties last week, for the issue of 350 million shares for a value of \$351,330 and a 2 year Convertible Note of \$150,000 for 150 Million shares at 8.0% per annum, to reduce debt and to improve its Balance Sheet. The Company has today lodged an Appendix 3B in respect to these securities.

Whilst the Company is pleased to reduce debt generally, the main reason for Balance Sheet improvement in particular is to attract better supplier credit arrangements for its MyMac business, due to Supplier terms having been recently revised down, thus reducing MyMac's capacity to meet demand or grow its business. The Company believes that suppliers consider the Balance Sheet of Broad Investments Limited, (MyMac's parent company) in their assessment of the level of credit they will extend to MyMac and this reduction of debt and the increase of issued capital on its Balance Sheet is hoped to improve MyMac's chances of obtaining better credit terms.

MyMac has considerable potential for expansion if better supplier credit facilities could be obtained to carry larger stock levels to meet bulk orders to the education and business sector. The steps taken to improve the Company's creditworthiness are in readiness for the start of the new school year in January, 2016, when most schools take delivery of their bulk orders.

Given the Company's securities have been suspended since 1st September, 2015, the shares issued under the attached appendix 3B cannot be cleansed by the issue of a notice under sec 708A (5)(e) of the corporations Act 2001 and therefore dealing in the shares is restricted as detailed below until the earlier of the Company issuing a prospectus which will permit the on-sale of the shares without restriction (cleansing prospectus), or a period of 12 months from date of issue such shares, including any shares converted under the Convertible Note.

Restrictions on the shares:

The investors have agreed that the shares cannot be sold, offered for sale, transferred, or an interest in the shares or options over them be granted, unless it is permitted by section 708 or section 708A of the Corporations Act, and that they will procure that any party which purchases the shares (or is transferred the shares, or an interest in the shares or an option in respect of the shares) permitted by section 708 or section 708A of the Corporations Act, will agree with the investors that they are similarly restricted for the same period as the above restrictions apply to the investors and agree to procure that any subsequent purchaser (or transferee or option holder) procures an agreement that includes the same restrictions as above and for the period it is applicable to the original investors.

Vaz Hovanessian
Executive Chairman/Company Secretary
Broad Investments Limited