



Wednesday, 16 March 2016

ASX Market Announcement Office
ASX Limited
Level 4, Exchange Centre
20 Bridge Street
SYDNEY NSW 2000

SMALL PARCEL SHARE SALE FACILITY

Bradken Limited (ASX: BKN) advises that it is initiating a Share Sale Facility for eligible shareholders who hold a small parcel of Bradken shares at 7:00pm (Sydney time) on Friday, 11 March 2016 (Record Date).

Eligible shareholders will be sent information by post today. A copy of the information sent to shareholders is attached.

For further information, please contact:

Steven Perry – Chief Financial Officer

David Chesterfield – Company Secretary

Tel: +61 2 4926 8200

Fax: +61 2 4926 8201

Email: bradken@bradken.com



Wednesday, 16 March 2016

Dear Bradken Shareholder,

NOTICE OF INTENTION TO SELL SMALL PARCELS OF SHARES

I am writing to advise you that Bradken Limited (**Bradken** or **Company**) is initiating a share sale facility (**Facility**) for those shareholders who hold a small parcel of Shares. The sale will not incur brokerage or handling costs and the sale proceeds will be sent to the shareholder.

This letter and the enclosed Share Retention Form contain important information about the Facility and should be read with care.

Why is Bradken initiating a Facility?

Bradken is offering this Facility as it provides small shareholders with an easy, convenient way to dispose your shares without incurring brokerage costs which in proportion to the value of your holding, may otherwise render a sale uneconomical. It also assists Bradken with minimising the expenses associated with maintaining small shareholdings such as the cost of printing and mailing shareholder notices and ancillary share registry costs.

What is a Small Parcel and who does this program apply to?

A small parcel is a shareholding valued at less than A\$500. The Facility is available to shareholders whose registered address is in Australia and who at 7:00pm (Sydney time) on Friday, 11 March 2016 (**Record Date**) had less than A\$500 worth of Bradken Shares (**Shares**) (a **Small Parcel**). Based on a price of \$0.755 per share, being the closing price of Bradken on the Australian Securities Exchange (**ASX**) on the Record Date, a holding of less than 663 Shares represents a Small Parcel.

Because our records show that you held a Small Parcel of Shares as of the Record Date, your shareholding is eligible for this Facility.

What do I need to do?

If you wish to have your existing Shares sold at no cost to you, you do not need to take any action.

Your Shares will be transferred to the sale agent after Friday, 29 April 2016 (**Closing Date**) and will be sold as soon as possible.

If you wish to retain your existing Shares, you must do one of the following:

- Complete the enclosed Share Retention Form and return it so that it is received by Bradken's share registry, Link Market Services Limited (**Link**), by **5:00pm (Sydney time) on Friday, 29 April 2016**; or
- Increase your shareholding so that you hold 663 Shares or more by **5:00pm (Sydney time) on Friday, 29 April 2016**; or
- If you hold Shares in multiple holdings, arrange to have these holdings merged into one holding with a value of at least A\$500 so that this is reflected on the Bradken share register at **5:00pm (Sydney time) on Friday, 29 April 2016**.

If you successfully take any of these steps, Bradken will not be entitled to sell your Shares.

Sale Process

If you do not take any action and on the Closing Date you continue to hold a Small Parcel, Bradken intends to sell your Shares on ASX as soon as practicable after the Closing Date in accordance with Part 21 of Bradken's Constitution. If your Shares are held in a CHESS holding, Bradken may, after the Closing Date, initiate a holding adjustment to move your



Shares from the CHESS holding to the issuer sponsored sub-register or into certificated form for the purpose of selling your Shares.

Sale Price

Your Shares will be pooled together with other Shares being sold through the Facility. The price that will be paid to shareholders for each Share sold through the Facility will be the volume weighted average price received by the sale agent for the sale of all Shares sold in the ordinary course of trading on the ASX on the day (or over the days) of sale (**Sale Price**). All shareholders who have their Shares sold through this Facility will receive the same Sale Price per Share. The amount of money you receive for your Shares may be more or less than the actual price received by the sale agent for the sale of your Shares.

Sale Proceeds

The sale proceeds to which you are entitled will be calculated by multiplying the Sale Price by the number of Shares you sold through the Facility, rounded to the nearest cent. The sale proceeds to which you are entitled will be sent to you as soon as practicable following the Closing Date (and in any event within 8 weeks of the Closing Date). The proceeds of the Share sale will be deposited into your bank account if you have previously provided banking instructions to Bradken's share registry or alternatively, will be sent to you by cheques at the address last recorded in Bradken's register of members.

Authority to implement the Facility

In accordance with the provisions of Bradken's Constitution and the ASX Listing Rules, Bradken may notify shareholders who hold a Small Parcel that it intends to sell their Small Parcel unless they complete and return the enclosed Share Retention Form by 5:00pm (Sydney time) on the Closing Date. Alternatively, eligible shareholders may take one of the other steps described in this letter and the enclosed Share Retention Form so that their shares are not sold under the Facility. This letter and the Share Retention Form which accompanies this letter, satisfy the notice requirements under the ASX Listing Rule 15.13 and Part 21 of Bradken's Constitution.

Change in the value of your holding

If the market value of your Shares increases between the Record Date and the Closing Date due to an increase in the Bradken share price, such that at the Closing Date the value of your Shares previously identified by Bradken as being a Small Parcel is no longer less than A\$500, Bradken will not sell your Shares. Alternatively, if you increase your holding of Bradken Shares between the Record Date and Closing Date to A\$500 or above, Bradken will not sell your Shares.

Important Notice

Bradken makes no recommendation as to whether you should participate in this Facility and this letter does not constitute advice and is not a recommendation to buy, sell or hold Shares. The Facility is not the only way to sell your Shares. You can also sell your Shares through the ASX by contacting a broker or by selling your Shares off-market if you can find a buyer.

If you are in doubt or you require information regarding possible taxation implications from participation in this Facility, you should consult your legal, financial or taxation advisor.

If you have any questions about your shareholding, please contact the Bradken Limited information hotline on 1800 557 190 (within Australia) or +61 1800 557 190 (outside Australia).

Yours sincerely,

Steven Perry
Chief Financial Officer

16 March 2016



SRN/HIN:

**Number of Shares held as at
the Record Date, 7:00pm (Sydney time)
on 11 March 2016:**

Dear Shareholder

IMPORTANT NOTICE – Sale of your Bradken Limited (“Bradken”) Shares (“Shares”).

I am writing to advise you that Bradken is putting in place a share sale facility (Facility) for holders of Shares whose registered address is in Australia and who hold Shares valued at less than A\$500 as at 7:00pm (Sydney time) on 11 March 2016.

Bradken is offering this facility to assist holders of small parcels of Shares to sell them without brokerage costs and to reduce the expense to Bradken of maintaining almost 2,959 Shareholders with small parcels of Shares.

As at 7:00pm (Sydney time) on 11 March 2016, our records show that you held a small parcel of Shares, and therefore you are eligible for the Facility.

Unless you advise Bradken that you want to retain your Shares as set out below, your Shares will be sold and you will be sent the sale proceeds.

The Share Sale Facility is being established in accordance with Bradken’s Constitution and the ASX Listing Rules.

If you want to sell your Shares under the facility – you do not need to take any action.

Your Shares will be sold on your behalf as soon as practicable after 29 April 2016. You will not need to appoint a broker nor pay the brokerage and handling costs associated with the sale of Shares under the Facility. Any tax consequences from the sale of your Shares will be your responsibility.

If you wish to retain your Shares you must detach this retention slip and return it to Bradken’s Registry, so that it is received no later than 5:00pm (Sydney time) on 29 April 2016.

If you require further information, please contact the Bradken Limited Information Line on 1800 557 190 (within Australia) or +61 1800 557 190 (from outside Australia) between 8:30am and 5:30pm (Sydney time) Monday to Friday.

If you are in any doubt, or if you require information regarding possible taxation implications from participating in the Facility, please consult your legal, financial or taxation adviser.

Yours sincerely

Company Secretary

RETENTION SLIP

If you wish to retain your Shareholding in Bradken you must detach this retention slip and return it to Bradken’s Registry, so that it is received no later than 5:00pm (Sydney time) on 29 April 2016.

The slip can be returned using any of the methods set out on the reverse of this slip.

SRN/HIN:



DO NOT SELL MY SHARES

BKN RSS001

MORE INFORMATION ON THE FACILITY

1. When will my Shares be sold?

It is intended that any Shares sold under the Facility will be sold as soon as practicable after 29 April 2016.

2. What is a small parcel of Shares?

A parcel of Shares valued at less than A\$500, based on the closing price of the Shares on 11 March 2016.

3. Can I sell some but not all of my Shares in the Facility?

No. You cannot sell part of your shareholding in the Facility.

4. What price will I receive for Shares sold under the facility?

The price that you receive for each Share under the Facility will be the volume weighted average price received by the sale agent for the sale of all Bradken Shares sold in the ordinary course of trading on the Australian Securities Exchange on the day (or over the days) of sale. All shareholders who have their Shares sold through this Facility will receive the same sale price per Share. This price will depend on a number of factors, including market conditions at the time, and you will not have control over the time at which your Shares are sold. The price you receive may be different from the price appearing in the newspaper or quoted by ASX on any day, and may not be the best price on the day that your Shares are sold. The amount of money you receive for your Shares may be more or less than the actual price received by the sale agent for the sale of your Shares.

5. What is the price of Bradken Shares?

The last sale price of Bradken Shares on 11 March 2016 was A\$0.755. The Share price is subject to change from time to time and more recent prices are available in newspapers and from the ASX website (www.asx.com.au) under the ASX code "BKN".

6. What costs will I incur?

Bradken will bear the costs of sale of the Shares under the Facility. The costs of sale of the Shares include all stamp duty, brokerage and government taxes and charges (except for tax on income or capital gains).

7. When will the proceeds from the sale of Shares be sent to me?

The sale proceeds to which you are entitled will be sent to you as soon as practicable following Friday, 29 April 2016 (the Closing Date) (and in any event within 8 weeks of the Closing Date). Payment will be made in Australian dollars by direct credit to your nominated account or by cheque if you do not have a direct credit authority recorded on the Share register. Link Market Services Limited will notify you, by way of a transaction confirmation statement, of the number of your Shares sold and the price and total sale proceeds you have received. The transaction confirmation statement (and cheque if applicable) will be sent by post, at your risk, to your address as shown on the register.

8. If I buy more Shares, will I retain my holding?

Yes, if your holding increases to above 663 Shares prior to 5:00pm (Sydney time) on the Closing Date as result of your acquisition of additional Shares, your Shares will not be sold under the Facility. For a purchase to be an effective notification that you wish to retain your Shares, any additional Shares must be registered by 5:00pm (Sydney time) on 29 April 2016 under the same name and address and with the same holder number (SRN or HIN) as set out in this letter.

9. Where can I get further information?

If you require further information, please contact the Bradken Limited Information Line on 1800 557 190 (within Australia) or +61 1800 557 190 (from outside Australia) between 8:30am and 5:30pm (Sydney time) Monday to Friday.

10. Important notes

Bradken reserves the right to change any of the dates referred to in this letter by notice to the ASX.

This letter does not constitute advice nor a recommendation to buy, sell or hold Shares nor that the Facility is the best way to sell Bradken Shares.

If you are in any doubt about what to do, you should consult your legal, financial or taxation adviser.

RETENTION SLIP

Mailing Address

Bradken Limited
C/- Link Market Services Limited
Locked Bag A14
SYDNEY SOUTH NSW 1235

or

Hand Delivery

Bradken Limited
C/- Link Market Services Limited
1A Homebush Bay Drive
RHODES NSW 2138 **(Do not use this address for mailing purposes)**

This form must be received by Bradken's Registry no later than 5:00pm (Sydney time) on 29 April 2016, or your Shares will be sold.