



29 March 2016

The Search Party Ltd – Supplementary Target’s Statement

The Board of Applabs Technologies Limited advises a copy of The Search Party Ltd’s Supplementary Target Statement is attached in relation to the Company’s off market takeover offer, which was announced to the market on 20 January 2016.

For and on behalf of Applabs Technologies Limited

Charles Thomas
Director

The Search Party Pty Ltd - Supplementary Target's Statement

This document is a supplementary target's statement under section 644 of the *Corporations Act 2001* (Cth) dated 29 March 2016 (**Supplementary Target's Statement**). It is the first Supplementary Target's Statement issued by The Search Party Limited ACN 149 006 913 (**TSP**) in relation to the off market takeover offer by Applabs Technologies Ltd ACN 139 977 772 (**ALA**) to acquire all of the ordinary shares in TSP (**Offer**).

This document supplements, and should be read together with, the Target's Statement lodged with the Australian Securities and Investments Commission (**ASIC**) on 17 March 2016 (**Target's Statement**). This document will prevail to the extent of any inconsistency with the Target's Statement. A copy of this document was lodged with ASIC on 29 March 2016. Neither ASIC, nor any of its officers takes any responsibility for the contents of this document.

This is an important document and requires your immediate attention. If you are in any doubt as to how to deal with this document you should consult your financial or legal adviser as soon as possible.

Words defined in the Target's Statement have the same meaning in this Supplementary Target's Statement, unless the context requires otherwise.

1. Clarification of statement in Chairman's letter

In the Chairman's Letter on page 6 of the Target's Statement, it is stated that the Offer values TSP at approximately \$44 million based on the closing price of ALA Shares on 15 March 2016 of \$0.15 per ALA Share. TSP Shareholders should be aware that this value is calculated on a fully diluted basis, including all TSP Shares to be issued on exercise of the TSP Options (ESOP).

As stated in section 3.8 of the Target's Statement irrevocable exercise notices have been received by TSP for all of the TSP Options (ESOP), subject only to all Conditions being fulfilled (other than the Condition relating to exercise of all the TSP Options (ESOP) during the Offer Period). For further clarity, while the number of TSP Shares on issue as at the date of this Supplementary Target's Statement is 1,280,535, the Offer is expected to extend to 1,486,769 TSP Shares in aggregate assuming exercise of all outstanding in the money options (i.e. the TSP Options (ESOP)).

2. Clarification of 'Reasons to accept the Offer'

Paragraph (g) of the 'Reasons to accept the Offer' set out in section 1 of the Target's Statement is expanded as follows:

Major TSP Shareholders have indicated their support for the Offer. Specifically, TSP Directors and TSP Shareholders controlled by TSP Directors, who collectively hold approximately 53% of the total issued capital of TSP (calculated on a fully-diluted basis including all TSP Shares to be issued on exercise of the TSP Options (ESOP)), intend to accept the Offer in the absence of a Superior Proposal. See Section 7.9 of the Target's Statement for further details.

3. Authorisation

This Supplementary Target's Statement has been approved by a resolution passed by the TSP Directors. All of the TSP Directors voted in favour of that resolution.

Dated: 29 March 2016



Trevor Loewensohn

Chairman

For and on behalf of The Search Party Ltd ACN 149 006 913