

ASX / Media Release

17 May 2017

ASX code: **K2F**

Closure of Rights Issue of Options and Notification of Shortfall

Enterprise asset management technology company K2fly Limited (**ASX: K2F**) is pleased to provide shareholders with the following update on its Non-Renounceable Rights Issue of Options (**Rights Issue**).

The Rights Issue closed on 12 May 2017 and the acceptance rate was approximately 38%.

The Rights Issue was fully underwritten by K S Capital Pty Ltd (the **Underwriter**).

A total of 89 valid applications for 3,842,222 Options, each exercisable at 20 cents per Option with a term to expiry of 3 years from the date of issue, were accepted by shareholders (the **Rights Issue Options**) out of a total of 10,133,507 Options on offer. The Rights Issue Options were issued at \$0.01 per Option.

The remaining 6,291,285 Options (the **Shortfall Options**) have gone into the shortfall and will be allotted at the discretion of the Underwriter.

Allotment of the Rights Issue Options is expected to occur on 18 May 2017.

An Appendix 3B will be issued on completion of the allotment of each of the Rights Issue Options and the Shortfall Options.

Once the Rights Issue Options and the Shortfall Options have been issued it will bring the total amount of Options issued under the Rights Issue to 10,133,507 Options, raising \$101,335 (before costs).

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About K2fly

K2fly Limited is an ASX listed Enterprise Asset Management technology company, which specialises in the provision of infrastructure asset management to asset intensive industries via a software technology platform and consulting services. K2fly's technology allows an organisation to manage and maintain its asset data and deliver more effective and efficient outcomes via a single, centralised system. The technology has a strong track record of empowering organisations to make better informed long term decisions in relation to the operation, management and maintenance of its physical assets.

K2fly owns the following proprietary asset management and asset maintenance technologies for use in vertically-integrated asset intensive industries:

ADAM Asset Data Analysis Management
NovIn Real Time Asset Inspection Management App
DocMan Mobility Solutions: Task Management App
TagMan Mobility Solutions: Asset Verification App
HandoverNotes Mobility Solutions: Electronic Information Sharing App
PropertyInspector Mobility Solutions: Asset Inspection App

K2F also re-sells market leading software which has been developed by industry leaders in the USA and UK. These solutions come from OBI Partners (USA) and Capita plc (UK), where they have an outstanding track record of delivering benefits to clients.

Finally, K2F 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.

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