

Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002.

Name of entity

AUSTRALASIA CONSOLIDATED LIMITED

ABN

93 104 757 904

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

- | | | |
|---|--|--|
| 1 | +Class of +securities issued or to be issued | Ordinary Shares |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued | 11,764,706 on a post-consolidation basis
58,823,530 on a pre-consolidation basis

Note: subject to shareholder approval at the company's general meeting scheduled to take place on 29 June 2011, the company is seeking to consolidate the number of shares and options on issue on a 5:1 basis. This document provides share and option numbers on both a pre and post consolidation basis. |
| 3 | Principal terms of the +securities (eg, if options, exercise price and expiry date; if partly paid +securities, the amount outstanding and due dates for payment; if +convertible securities, the conversion price and dates for conversion) | Fully Paid Ordinary Shares |

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

<p>4 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> • the date from which they do • the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment • the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment 	<p>Yes</p>										
<p>5 Issue price or consideration</p>	<p>\$0.85 (on a post-consolidated basis)</p> <p>\$0.17 (on a pre-consolidation basis)</p>										
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>To fund the acquisition of all of the shares in Emerchants Limited (as announced to the market on 9 May 2011) and to provide working capital</p>										
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>14 July 2011</p>										
<p>8 Number and +class of all +securities quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="695 1328 895 1361">Number</th> <th data-bbox="903 1328 1294 1361">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="695 1373 895 1473">49,644,066 (post-consolidation)</td> <td data-bbox="903 1373 1294 1473">AAO – Fully Paid Ordinary Shares</td> </tr> <tr> <td data-bbox="695 1541 895 1641">248,220,330 (pre-consolidation)</td> <td data-bbox="903 1541 1294 1641">AAO – Fully Paid Ordinary Shares</td> </tr> <tr> <td data-bbox="695 1709 895 1809">26,089,626 (post-consolidation)</td> <td data-bbox="903 1709 1294 1809">Options exercisable at \$0.50 expiring 19 April 2013</td> </tr> <tr> <td data-bbox="695 1877 895 1991">130,448,128 (pre-consolidation)</td> <td data-bbox="903 1877 1294 1991">Options exercisable at \$0.10 expiring 19 April 2013</td> </tr> </tbody> </table>	Number	+Class	49,644,066 (post-consolidation)	AAO – Fully Paid Ordinary Shares	248,220,330 (pre-consolidation)	AAO – Fully Paid Ordinary Shares	26,089,626 (post-consolidation)	Options exercisable at \$0.50 expiring 19 April 2013	130,448,128 (pre-consolidation)	Options exercisable at \$0.10 expiring 19 April 2013
Number	+Class										
49,644,066 (post-consolidation)	AAO – Fully Paid Ordinary Shares										
248,220,330 (pre-consolidation)	AAO – Fully Paid Ordinary Shares										
26,089,626 (post-consolidation)	Options exercisable at \$0.50 expiring 19 April 2013										
130,448,128 (pre-consolidation)	Options exercisable at \$0.10 expiring 19 April 2013										

+ See chapter 19 for defined terms.

	Number	+Class		
9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)	Post-consolidation:			
	1,600,000	\$1.30	options	expiring 01.06.2014
	20,000	\$0.95	options	expiring 13.03.2012
	15,000	\$0.60	options	expiring 31.10.2012
	30,000	\$0.55	options	expiring 31.12.2012
	34,000	\$0.65	options	expiring 31.12.2011
	Pre-consolidation:			
	8,000,000	\$0.26	options	expiring 01.06.2014
	100,000	\$0.19	options	expiring 13.03.2012
	75,000	\$0.12	options	expiring 31.10.2012
	150,000	\$0.11	options	expiring 31.12.2012
	170,000	\$0.13	options	expiring 31.12.2011
	10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	The Company is not in a position to pay dividends in the foreseeable future.		

Part 2 - Bonus issue or pro rata issue

11 Is security holder approval required?	n/a
12 Is the issue renounceable or non-renounceable?	n/a
13 Ratio in which the +securities will be offered	n/a
14 +Class of +securities to which the offer relates	n/a
15 +Record date to determine entitlements	n/a

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	n/a
17	Policy for deciding entitlements in relation to fractions	n/a
18	Names of countries in which the entity has +security holders who will not be sent new issue documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7.	n/a
19	Closing date for receipt of acceptances or renunciations	n/a
20	Names of any underwriters	n/a
21	Amount of any underwriting fee or commission	n/a
22	Names of any brokers to the issue	n/a
23	Fee or commission payable to the broker to the issue	n/a
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	n/a
25	If the issue is contingent on +security holders' approval, the date of the meeting	n/a
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	n/a
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	n/a
28	Date rights trading will begin (if	n/a

+ See chapter 19 for defined terms.

	applicable)	<input style="width: 100%;" type="text"/>
29	Date rights trading will end (if applicable)	<input style="width: 100%;" type="text" value="n/a"/>
30	How do +security holders sell their entitlements <i>in full</i> through a broker?	<input style="width: 100%;" type="text" value="n/a"/>
31	How do +security holders sell <i>part</i> of their entitlements through a broker and accept for the balance?	<input style="width: 100%;" type="text" value="n/a"/>
32	How do +security holders dispose of their entitlements (except by sale through a broker)?	<input style="width: 100%;" type="text" value="n/a"/>
33	+Despatch date	<input style="width: 100%;" type="text" value="n/a"/>

Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- 34 Type of securities
(tick one)
- (a) Securities described in Part 1
- (b) All other securities
Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

(If the additional securities do not form a new class, go to 43)

Tick to indicate you are providing the information or documents

- 35 If the +securities are +equity securities, the names of the 20 largest holders of the additional +securities, and the number and percentage of additional +securities held by those holders
- 36 If the +securities are +equity securities, a distribution schedule of the additional +securities setting out the number of holders in the categories
1 - 1,000

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- 1,001 - 5,000
- 5,001 - 10,000
- 10,001 - 100,000
- 100,001 and over

37 A copy of any trust deed for the additional +securities

(now go to 43)

Entities that have ticked box 34(b)

38 Number of securities for which +quotation is sought

n/a

39 Class of +securities for which quotation is sought

n/a

40 Do the +securities rank equally in all respects from the date of allotment with an existing +class of quoted +securities?

 If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment

n/a

41 Reason for request for quotation now

 Example: In the case of restricted securities, end of restriction period

 (if issued upon conversion of another security, clearly identify that other security)

n/a

Number	+Class
--------	--------

+ See chapter 19 for defined terms.

42	Number and +class of all +securities quoted on ASX (including the securities in clause 38)	n/a	n/a
----	--	-----	-----

(now go to 43)

All entities

Fees

43 Payment method (tick one)

Cheque attached

Electronic payment made

Note: Payment may be made electronically if Appendix 3B is given to ASX electronically at the same time.

Periodic payment as agreed with the home branch has been arranged

Note: Arrangements can be made for employee incentive schemes that involve frequent issues of securities.

Quotation agreement

1 +Quotation of our additional +securities is in ASX's absolute discretion. ASX may quote the +securities on any conditions it decides.

2 We warrant the following to ASX.

- The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
- There is no reason why those +securities should not be granted +quotation.
- An offer of the +securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any +securities to be quoted and that no-one has any right to return any +securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the +securities be quoted.

+ See chapter 19 for defined terms.

Appendix 3B
New issue announcement

- We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided at the time that we request that the +securities be quoted.
 - If we are a trust, we warrant that no person has the right to return the +securities to be quoted under section 1019B of the Corporations Act at the time that we request that the +securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.
- 4 We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before +quotation of the +securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here: 
(Company Secretary)

Date: 21 June 2011

Print name: Yasmin Broughton

== == == == ==

+ See chapter 19 for defined terms.