

# 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, 1/1/2003.

Name of entity

**REDFLEX HOLDINGS LIMITED**

ABN

96 069 306 216

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   | Fully paid ordinary shares   |
| 2 | Number of +securities issued or to be issued (if known) or maximum number which may be issued  | 45,000   |
| 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 issued pursuant to the exercise of unlisted employee options. |

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+ See chapter 19 for defined terms.

<p>4 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:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>	<p>Yes</p>																
<p>5 Issue price or consideration</p>	<p>The exercise price of each option was \$0.5966.</p>																
<p>6 Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)</p>	<p>These shares were issued pursuant to the exercise of unlisted employee options (RDFAS).</p>																
<p>7 Dates of entering +securities into uncertificated holdings or despatch of certificates</p>	<p>1/10/2004</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="686 963 853 1008">Number</th> <th data-bbox="853 963 1359 1008">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="686 1008 853 1153">83,206,428</td> <td data-bbox="853 1008 1359 1153">Ordinary Shares (RDF)</td> </tr> </tbody> </table>	Number	+Class	83,206,428	Ordinary Shares (RDF)												
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<p>9 Number and +class of all +securities not quoted on ASX (including the securities in clause 2 if applicable)</p>	<table border="1"> <thead> <tr> <th data-bbox="686 1187 853 1232">Number</th> <th data-bbox="853 1187 1359 1232">+Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="686 1232 853 1265">5</td> <td data-bbox="853 1232 1359 1265">Employee Shares fully paid (RDFAI)</td> </tr> <tr> <td data-bbox="686 1265 853 1332">60,000</td> <td data-bbox="853 1265 1359 1332">Options expiring 20/5/06 exercisable at \$1.52 (RDFAO)</td> </tr> <tr> <td data-bbox="686 1332 853 1400">20,000</td> <td data-bbox="853 1332 1359 1400">Options expiring 11/1/06 exercisable at \$1.66 (RDFAP)</td> </tr> <tr> <td data-bbox="686 1400 853 1467">500,000</td> <td data-bbox="853 1400 1359 1467">Options expiring 30/6/05 exercisable at \$4.98 (RDFAQ)</td> </tr> <tr> <td data-bbox="686 1467 853 1534">1,800,000</td> <td data-bbox="853 1467 1359 1534">Options expiring 01/02/08, exercisable at \$0.50 (RDFAR)</td> </tr> <tr> <td data-bbox="686 1534 853 1646">2,510,000</td> <td data-bbox="853 1534 1359 1646">Options expiring 30/09/08, exercise price at date of issue is \$0.58 and will increase at the compounding rate of 3% per annum until exercised (RDFAS)</td> </tr> <tr> <td data-bbox="686 1646 853 1971">1,348,000</td> <td data-bbox="853 1646 1359 1971">Options expiring 2/6/2009. exercise price is the VWA price of RDF for the last five business days prior to 2 June 2004 (\$2.06), adjusted by the movement in the ASX All Ordinaries Index calculated as a percentage from 2 June 2004 being the grant date, to the last business day of the month prior to the date of exercise. (RDFAT)</td> </tr> </tbody> </table>	Number	+Class	5	Employee Shares fully paid (RDFAI)	60,000	Options expiring 20/5/06 exercisable at \$1.52 (RDFAO)	20,000	Options expiring 11/1/06 exercisable at \$1.66 (RDFAP)	500,000	Options expiring 30/6/05 exercisable at \$4.98 (RDFAQ)	1,800,000	Options expiring 01/02/08, exercisable at \$0.50 (RDFAR)	2,510,000	Options expiring 30/09/08, exercise price at date of issue is \$0.58 and will increase at the compounding rate of 3% per annum until exercised (RDFAS)	1,348,000	Options expiring 2/6/2009. exercise price is the VWA price of RDF for the last five business days prior to 2 June 2004 (\$2.06), adjusted by the movement in the ASX All Ordinaries Index calculated as a percentage from 2 June 2004 being the grant date, to the last business day of the month prior to the date of exercise. (RDFAT)
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10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	
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**Part 2 - Bonus issue or pro rata issue – Not applicable**

11	Is security holder approval required?	not applicable
12	Is the issue renounceable or non-renounceable?	
13	Ratio in which the <sup>+</sup> securities will be offered	
14	<sup>+</sup> Class of <sup>+</sup> securities to which the offer relates	
15	<sup>+</sup> Record date to determine entitlements	
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	
17	Policy for deciding entitlements in relation to fractions	
18	Names of countries in which the entity has <sup>+</sup> 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.	
19	Closing date for receipt of acceptances or renunciations	
20	Names of any underwriters	
21	Amount of any underwriting fee or commission	
22	Names of any brokers to the issue	
23	Fee or commission payable to the broker to the issue	
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of <sup>+</sup> security holders	
25	If the issue is contingent on <sup>+</sup> security holders' approval, the date of the meeting	
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	

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+ See chapter 19 for defined terms.

- 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
- 28 Date rights trading will begin (if applicable)
- 29 Date rights trading will end (if applicable)
- 30 How do <sup>+</sup>security holders sell their entitlements *in full* through a broker?
- 31 How do <sup>+</sup>security holders sell *part* of their entitlements through a broker and accept for the balance?
- 32 How do <sup>+</sup>security holders dispose of their entitlements (except by sale through a broker)?
- 33 <sup>+</sup>Despatch date

## 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)  45,000 Ordinary Shares
- (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 - Not applicable

*Tick to indicate you are providing the information or documents*

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

**Entities that have ticked box 34(b)**

38	Number of securities for which <sup>+</sup> quotation is sought					
39	Class of <sup>+</sup> securities for which quotation is sought					
40	<p>Do the <sup>+</sup>securities rank equally in all respects from the date of allotment with an existing <sup>+</sup>class of quoted <sup>+</sup>securities?</p> <p>If the additional securities do not rank equally, please state:</p> <ul style="list-style-type: none"> <li>• the date from which they do</li> <li>• the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment</li> <li>• the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment</li> </ul>					
41	<p>Reason for request for quotation now</p> <p>Example: In the case of restricted securities, end of restriction period</p> <p>(if issued upon conversion of another security, clearly identify that other security)</p>					
42	Number and <sup>+</sup> class of all <sup>+</sup> securities quoted on ASX ( <i>including</i> the securities in clause 38)	<table border="1"> <thead> <tr> <th data-bbox="790 1254 1093 1288">Number</th> <th data-bbox="1093 1254 1449 1288"><sup>+</sup>Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="790 1288 1093 1460"></td> <td data-bbox="1093 1288 1449 1460"></td> </tr> </tbody> </table>	Number	<sup>+</sup> Class		
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## 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.
  - 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.

Marilyn Stephens  
5 October 2004

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