



REDFLEX
H O L D I N G S

Redflex Holdings Limited

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Release to Australian Stock Exchange

Proposed Share Placement

18 December 2003. The directors propose to make a placement of approximately 7.3 million ordinary shares at an issue price of \$0.8475 to raise approximately \$6.2 million. The placement will be made to existing shareholders of the company that are sophisticated or professional investors. Shares issued will rank equally with all other ordinary shares on issue.

The placement forms part of the ongoing funding for the growth of the business, particularly in the USA, and follows the recent announcement of the successful Share Purchase Plan which raised \$3.4million.

At the recent AGM shareholders approved a placement which in conjunction with the Share Purchase Plan would raise up to \$6 million. The directors have now decided to raise an additional amount of approximately \$3.6 million to take advantage of a high level of interest from major shareholders, and to position for anticipated further strong growth. The additional placement of approximately 4.2 million shares beyond what was approved at the AGM will be within the 15% of equity that the board may issue in any 12 month period without the approval of shareholders.

For further information:

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