



24 January 2012

ASX
Company Announcements Office
via electronic lodgement

NOTICE UNDER SECTION 708A

Funtastic Limited (**Company**) hereby gives notice pursuant to Section 708A(5)(e) of the *Corporations Act 2001* (Cth) that it has issued 6,959,137 fully paid ordinary shares in the Company (**Shares**) without disclosure to investors under Part 6D.2 of the *Corporations Act 2001* (Cth).

The Company issued the Shares as part consideration for the purchase of worldwide intellectual property rights (excluding intellectual property rights in the United States of America, Canada, Hong Kong and the Peoples Republic of China) to the Pillow Pets™ and My Pillow Pets™ brands.

The Company states that as at the date of this notice:

- (a) it has complied with the provisions of Chapter 2M of the *Corporations Act 2001* (Cth) as they apply to the Company and Section 674 of the *Corporations Act 2001* (Cth); and
- (b) it is not aware any excluded information for the purposes of Section 708A (7) and (8) of the *Corporations Act 2001* (Cth).

An Appendix 3B in respect to the issue of the Shares was lodged by the Company with the ASX on 24 January 2012.

Yours sincerely

James Cody
Company Secretary | Funtastic