



funtastic
LIMITED

21 June 2012

Market Announcements Office
ASX Limited
Level 4, Exchange Centre
20 Bridge Street
Sydney, NSW 2000

Notice under section 708AA(2)(f) of the *Corporations Act 2001 (Cth)*

This notice is given by Funtastic Limited ACN 063 886 199 (ASX:FUN) (**Funtastic**) under section 708AA(2)(f) of the *Corporations Act 2001 (Cth)* (**Act**) as modified by the Australian Securities and Investments Commission (**ASIC**) under Class Order [CO 08/35].

Funtastic has today announced a capital raising which includes a non-renounceable pro-rata accelerated entitlement offer of 1 new fully paid Funtastic ordinary share (**New Share**) for every 3 fully paid Funtastic ordinary shares held at 7.00pm (Melbourne Time) on Tuesday, 26 June 2012 by shareholders with a registered address in Australia or New Zealand at an issue price of \$0.145 per New Share (**Rights Issue**).

Funtastic advises that:

1. the New Shares to be issued pursuant to the Rights Issue will be offered for issue without disclosure to investors under Part 6D.2 of the Act;
2. this notice is being given under section 708AA(2)(f) of the Act as modified by ASIC;
3. as at the date of this notice, Funtastic has complied with:
 - (1) the provisions of Chapter 2M of the Act as they apply to Funtastic; and
 - (2) section 674 of the Act;
4. as at the date of this notice, there is no excluded information of the type referred to in sections 708AA(8) and 708AA(9) of the Act, as modified by ASIC, that is required to be set out in this notice; and
5. the potential effect that the Rights Issue will have on the control of Funtastic, and the consequences of that effect, will depend on a number of factors, including investor demand and existing shareholders. However, given the structure of the Rights Issue as a pro-rata issue and the current level of holdings of substantial holders (based on substantial holding notices that have been given to Funtastic and lodged with ASX on or prior to the date of this notice), the Rights Issue is not expected to have any material effect or consequence on the control of Funtastic.

Signed for Funtastic Limited


Mr James Cody
Company Secretary