

KTL Technologies Limited

ABN 75 009 089 981

18 August 2011

Company Announcements Office
Australian Stock Exchange Limited
Electronic Lodgement System

SHORTFALL ON ENTITLEMENT ISSUE

In accordance with ASX Listing Rules 7A timetable, KTL Technologies Limited (ASX:KTL) advises the following in relation to its conditionally underwritten 1-for-1 pro-rata non-renounceable entitlement issue to shareholders (Share Entitlement Issue):

Share Entitlement Issue

Number of Shares available under the Share Entitlement Issue	512,885,462
Shareholder Subscriptions	418,550,297
Shortfall Shares	94,335,165
Free attaching options exercisable at \$0.0225 on or before 31 July 2016 to be issued to subscribing shareholders (approximate)	209,275,149

The Shortfall shares have been notified to the underwriter to the Share Entitlement Issue.

The Company will proceed to allot the securities in accordance with the Entitlement Issue timetable. The anticipated despatch date for new holding statements is 24 August 2011.

For further information please contact Ms Rachel Wong on 02 8216 0937.

Yours faithfully,
KTL TECHNOLOGIES LIMITED

Ms Rachel Wong
DIRECTOR AND COMPANY SECRETARY

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