



UPDATED DETAILS OF PROPOSED MERGER WITH STILETTO INVESTMENTS

The East 72 Holdings Limited (**E72**) Annual General Meeting (**AGM**) is due to be held on Monday 25th September at 10.30 am at Level 26, 1 Bligh Street, SYDNEY NSW 2000. E72 Shareholders unable to attend are able to nominate proxies and/or vote electronically.

There are four resolutions pertaining to the proposed acquisition of Stiletto Investments Pty. Limited (**Stiletto**) – a private investment company associated with Andrew Brown. The resolutions relate to the acquisition of Stiletto (6), issue of E72 Shares to parties not associated with Andrew Brown (7), issue of E72 Shares to parties associated with Andrew Brown (8) and the cancellation through buyback of Stiletto's shareholding in E72 (9).

The number of E72 Shares to be issued for each Stiletto Share is calculated by reference to the respective after tax net tangible asset backing (**NTAPT**) per share of each company as at the close of global markets on Tuesday 12th September 2017. In section 8.3 of the AGM Notice of Meeting, E72 undertook to announce to NSX the Stiletto Exchange Ratio (as defined in the AGM Notice of Meeting) on Wednesday 13 September to enable E72 Shareholders to properly assess the acquisition of Stiletto.

Stiletto Exchange Ratio

Based on E72's NTAPT per share of \$0.3318 calculated at the close of business on 12 September 2017 and Stiletto's NTAPT of \$1.9470, the Stiletto Exchange Ratio is 5.8680.

Pro-forma capital structure

Based on a Stiletto Exchange Ratio of 5.8680, E72 will issue a total of 6,361,472 shares to Stiletto shareholders as follows, in the event Resolutions 6, 7, 8 and 9 are passed at the AGM:

Shares issued to parties not associated with Andrew Brown	3,136,305
Shares issued to parties associated with Andrew Brown	3,225,167
Existing E72 Shares on issue	9,056,428
Cancellation of Stiletto holding in E72	(400,000)
PRO-FORMA ISSUED CAPITAL	15,017,900

The number of E72 Shares issued to parties associated with Andrew Brown has been reduced by approximately 71,400 to prevent Andrew Brown's interests exceeding the mandated limit of 32.32%, if approved by E72 Shareholders under Resolution 8. As a result, Andrew Brown's interests will receive a cash payment of \$23,686 calculated at the E72 NTAPT.

Pro-forma balance sheet

An abridged unaudited pro-forma balance sheet of E72 as at 12 September 2017 assuming the passage of Resolutions 6-9 is given below:

ASSETS	\$	LIABILITIES	\$
Current assets (mainly cash)	811,859	Accruals	18,941
Financial Assets:		Financial liabilities:	
Listed equities	4,602,395	Derivative short positions	10,109,113
Derivative long positions	4,231,328	Secured borrowings	1,072,319
Derivative account asset	6,709,962	TOTAL FINANCIAL LIABILITIES	11,181,432
TOTAL FINANCIAL ASSETS	15,543,685	Tax liabilities	255,426
Deferred tax asset	82,343	TOTAL LIABILITIES	11,455,799
TOTAL ASSETS	16,437,887	EQUITY	4,982,088



Pro-forma E72 & Stiletto equity exposure as at 12 September 2017 – assuming merger
(as % pre tax shareholders funds):

E72 (on a pro-forma basis, assuming the acquisition of Stiletto) continues to run a net overall short position in relation to equity markets together with a short position in bitcoin:

	AUSTRALIA		OVERSEAS		TOTAL	
	percent	exposures	percent	exposures	percent	exposures
LONG	89.7%	35	81.5%	41	171.2%	76
SHORT	(18.1%)	12	(28.4%)	13	(46.5%)	25
INDEX & other	(65.7%)		(83.8%)		(149.5%)	
TOTAL	5.9%	47	(30.7%)	54	(24.8%)	101

For further information:

Andrew Brown

Executive Director

(02) 9380 9001 / 0418 215 255

Disclaimer

While East 72 Holdings Limited (**E72, Company**) believes the information contained in this communication is based on reliable information, no warranty is given as to its accuracy and persons relying on this information do so at their own risk. E72 and its related companies, their officers, employees, representatives and agents expressly advise that they shall not be liable in any way whatsoever for loss or damage, whether direct, indirect, consequential or otherwise arising out of or in connection with the contents of an/or any omissions from this report except where a liability is made non-excludable by legislation. Any projections contained in this communication are estimates only. Such projections are subject to market influences and contingent upon matters outside the control of E72 and therefore may not be realised in the future.

This update is for general information purposes, it does not purport to provide recommendations or advice or opinions in relation to specific investments or securities. It has been prepared without taking account of any person's objectives, financial situation or needs and because of that, any person should take relevant advice before acting on the commentary. The update is being supplied for information purposes only and not for any other purpose. The update and information contained in it do not constitute a prospectus and do not form part of any offer of, or invitation to apply for securities in any jurisdiction.

The information contained in this update is current as at 12 September 2017 or such other dates which are stipulated herein. All statements are based on E72's best information as at 12 September 2017. This presentation may include forward-looking statements regarding future events. All forward-looking statements are based on the beliefs of E72 management, and reflect their current views with respect to future events. These views are subject to various risks, uncertainties and assumptions which may or may not eventuate. E72 makes no representation nor gives any assurance that these statements will prove to be accurate as future circumstances or events may differ from those which have been anticipated by the Company.