Appendix 3B

New issue announcement, application for quotation of additional securities and agreement

Information or documents not available now must be given to ASX as soon as available. Information and documents given to ASX become ASX's property and may be made public.

Introduced 1/7/96. Origin: Appendix 5. Amended 1/7/98, 1/9/99, 1/7/2000, 30/9/2001, 11/3/2002, 1/1/2003, 24/10/2005.

Name of entity

Runge Limited

ABN

17 010 672 321

We (the entity) give ASX the following information.

Part 1 - All issues

You must complete the relevant sections (attach sheets if there is not enough space).

1 +Class of +securities issued or to be issued

Options

2 Number of *securities issued or to be issued (if known) or maximum number which may be issued

2,661,000 options granted

554,000 options proposed to be granted

⁺ See chapter 19 for defined terms.

| 3 | Principal terms of the ⁺ securities (eg, if options, exercise price and expiry date; if partly paid ⁺ securities, the amount outstanding and due dates for payment; if ⁺ convertible securities, the conversion price and dates for conversion) | 2,161,000 options granted to acquire fully paid ordinary shares in the Company at an exercise price of \$0.40 per share. The options are subject to exercise conditions and their expiry date is 31 August 2016. 500,000 options granted to acquire fully paid ordinary shares in the Company at an exercise price of \$0.346 per share. The options are subject to exercise conditions and their expiry date is 30 September 2015. 554,000 options proposed to be granted to acquire fully paid ordinary shares in the Company at an exercise price of \$0.40 per share. The options are subject to exercise conditions and their expiry date is 30 September 2015. 554,000 options proposed to be granted to acquire fully paid ordinary shares in the Company at an exercise price of \$0.40 per share. The options will be subject to exercise conditions and their expiry date is 31 August 2016. |
|---|---|---|
| 4 | Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities? If the additional securities do not rank equally, please state: the date from which they do the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment | On the exercise of options, the fully paid ordinary share issued as a result will rank equally with existing Runge Limited fully paid ordinary shares quoted on ASX. |
| 5 | Issue price or consideration | Nil |
| 6 | Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets) | The options granted under the Runge Limited Share Option Plan. |

7 Dates of entering ⁺securities into uncertificated holdings or despatch of certificates

8 Number and ⁺class of all ⁺securities quoted on ASX (*including* the securities in clause 2 if applicable)

| Number | +Class |
|-------------|-------------------------------|
| 124,080,000 | Fully paid ordinary shares |

For granted options 29 June 2012

9 Number and ⁺class of all ⁺securities not quoted on ASX (*including* the securities in clause 2 if applicable)

| Number | +Class | |
|-----------|--|--|
| 1,345,000 | Options exercisable at \$0.57 expiring 30/09/2014 | |
| 2,161,000 | Options exercisable at \$0.40 expiring 31/08/2016 | |
| 500,000 | Options exercisable at \$0.346 expiring 30/09/2015 | |
| | | |

10 Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)

N/A

Part 2 - Bonus issue or pro rata issue

- 11 Is security holder approval required?
- 12 Is the issue renounceable or nonrenounceable?
- 13 Ratio in which the ⁺securities will be offered

⁺ See chapter 19 for defined terms.

offer relates ⁺Record date determine to 15 entitlements 16 Will holdings on different registers (or subregisters) be aggregated calculating for entitlements? Policy for deciding entitlements 17 in relation to fractions 18 Names of countries in which the entity has +security holders who will not be sent new issue documents Note: Security holders must be told how their entitlements are to be dealt with. Cross reference: rule 7.7. Closing date for receipt of 19 acceptances or renunciations 20 Names of any underwriters Amount of any underwriting fee 21 or commission Names of any brokers to the 22 issue Fee or commission payable to the 23 broker to the issue Amount of any handling fee 24 payable to brokers who lodge acceptances or renunciations on behalf of +security holders If the issue is contingent on 25 +security holders' approval, the date of the meeting Date entitlement and acceptance 26 form and prospectus or Product Disclosure Statement will be sent

⁺Class of ⁺securities to which the

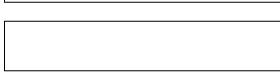
to persons entitled

14

- If the entity has issued options, 27 and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders
- 28 Date rights trading will begin (if applicable)
- Date rights trading will end (if 29 applicable)
- How do +security holders sell 30 their entitlements in full through a broker?
- 31 How do +security holders sell of their entitlements part through a broker and accept for the balance?
- How do +security holders dispose 32 sale through a broker)?

⁺Despatch date 33

of their entitlements (except by



Part 3 - Quotation of securities

You need only complete this section if you are applying for quotation of securities

- Type of securities 34 (tick one)
- (a)

(b)

Securities described in Part 1

All other securities

Example: restricted securities at the end of the escrowed period, partly paid securities that become fully paid, employee incentive share securities when restriction ends, securities issued on expiry or conversion of convertible securities

Entities that have ticked box 34(a)

Additional securities forming a new class of securities

⁺ See chapter 19 for defined terms.

Tick to indicate you are providing the information or documents

35

36

37

If the *securities are *equity securities, the names of the 20 largest holders of the additional *securities, and the number and percentage of additional *securities held by those holders

If the *securities are *equity securities, a distribution schedule of the additional *securities setting out the number of holders in the categories 1 - 1,000 1,001 - 5,000 5,001 - 10,000 10,001 - 100,000 100,001 and over

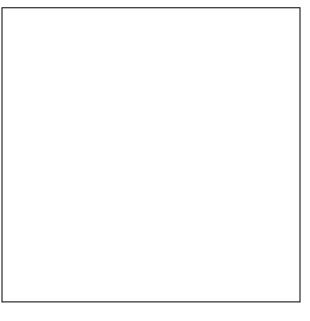
A copy of any trust deed for the additional +securities

Entities that have ticked box 34(b)

- 38 Number of securities for which ⁺quotation is sought
- 39 Class of ⁺securities for which quotation is sought
- 40 Do the ⁺securities rank equally in all respects from the date of allotment with an existing ⁺class of quoted ⁺securities?

If the additional securities do not rank equally, please state:

- the date from which they do
- the extent to which they participate for the next dividend, (in the case of a trust, distribution) or interest payment
- the extent to which they do not rank equally, other than in relation to the next dividend, distribution or interest payment



41 Reason for request for quotation now

Example: In the case of restricted securities, end of restriction period

(if issued upon conversion of another security, clearly identify that other security)

42 Number and ⁺class of all ⁺securities quoted on ASX (*including* the securities in clause 38)

| Number | +Class | |
|--------|--------|--|
| | | |
| | | |
| | | |
| | | |

Quotation agreement

- ¹ ⁺Quotation of our additional ⁺securities is in ASX's absolute discretion. ASX may quote the ⁺securities on any conditions it decides.
- 2 We warrant the following to ASX.
 - The issue of the +securities to be quoted complies with the law and is not for an illegal purpose.
 - There is no reason why those +securities should not be granted +quotation.
 - An offer of the ⁺securities for sale within 12 months after their issue will not require disclosure under section 707(3) or section 1012C(6) of the Corporations Act.

Note: An entity may need to obtain appropriate warranties from subscribers for the securities in order to be able to give this warranty

- Section 724 or section 1016E of the Corporations Act does not apply to any applications received by us in relation to any *securities to be quoted and that no-one has any right to return any *securities to be quoted under sections 737, 738 or 1016F of the Corporations Act at the time that we request that the *securities be quoted.
- If we are a trust, we warrant that no person has the right to return the ⁺securities to be quoted under section 1019B of the Corporations Act at the time that we request that the ⁺securities be quoted.
- 3 We will indemnify ASX to the fullest extent permitted by law in respect of any claim, action or expense arising from or connected with any breach of the warranties in this agreement.

⁺ See chapter 19 for defined terms.

We give ASX the information and documents required by this form. If any information or document not available now, will give it to ASX before 'quotation of the 'securities begins. We acknowledge that ASX is relying on the information and documents. We warrant that they are (will be) true and complete.

Sign here:

Company secretary

Date: 02/07/2012

Print name: Ken Lewis

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