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21 December 2009

BOOM Logistics Successfully Completes Retail Entitlement Offer

Boom Logistics Limited (“BOOM”) today announces the successful completion of the retail component of the entitlement offer (“Retail Entitlement Offer”) which was announced on Wednesday, 18 November 2009.

Under the Retail Entitlement Offer, Eligible Retail Shareholders were entitled to apply for 1 new BOOM share (“New Share”) for every 1 existing BOOM share held at 7.00pm (AEDT) on Monday 23 November 2009 (“Record Date”) (“Entitlement”), and were also entitled to apply for New Shares in excess of their Entitlement (“Additional New Shares”). The total amount that will be raised under the underwritten Retail Entitlement Offer is approximately \$33 million.

In total, BOOM received applications for Entitlements and Additional New Shares worth approximately \$38 million, exceeding the total amount to be raised under the Retail Entitlement Offer by \$5 million.

As a result, BOOM will scale back applications for Additional New Shares so that applications for Additional New Shares will be capped at approximately 19 times each Eligible Retail Shareholders’ Entitlement under the Retail Entitlement Offer. Eligible Retail Shareholders who applied for Additional New Shares equivalent to this multiple of their entitlement or lower will be allocated the full number of Additional New Shares they applied for. Applications by Eligible Retail Shareholders for New Shares in respect of the 1 for 1 Entitlement are not subject to scale back. This will result in approximately 96% of Eligible Retail Shareholders who submitted an application receiving the full amount for which they applied.

Final allocations are subject to a reconciliation and audit process currently being conducted by BOOM’s registry.

Following this scale back, BOOM will accept applications for approximately \$33 million worth of New Shares and Additional New Shares under the Retail Entitlement Offer. This includes applications for Entitlements of approximately \$21 million and applications for Additional New Shares in excess of Entitlements of approximately \$12 million.

Allotment of New Shares issued under the Retail Entitlement Offer will occur on Thursday, 24 December 2009 with trading expected to commence on ASX on Tuesday, 29 December 2009. Holding statements are expected to be despatched to Retail Entitlement Offer participants on or around Tuesday, 29 December 2009 and refunds for unfilled applications on or around 5 January 2010.

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Share Purchase Plan

As announced on 18 November 2009, all eligible BOOM shareholders will be offered the opportunity to participate in a Share Purchase Plan (“SPP”), which will provide eligible shareholders with an opportunity to subscribe for up to \$15,000 of New Shares at the Offer Price of \$0.30 per New Share free of brokerage and transaction costs, subject to a cap of \$20 million. Documentation relating to the SPP will be dispatched to eligible shareholders in January 2010.



Iona MacPherson

Chief Financial Officer / Company Secretary
Boom Logistics Limited

Important notice and disclaimer

This announcement does not constitute an offer to sell, or a solicitation of an offer to buy, securities in the United States or to, or for the account or benefit of, any “U.S. person” (as defined in Regulation S under the U.S. Securities Act of 1933 (the “U.S. Securities Act”)) (“U.S. Person”). Securities may not be offered or sold in the United States, or to or for the account or benefit of, U.S. Persons unless the securities have been registered under the U.S. Securities Act or an exemption from registration is available. The securities to be offered and sold have not been, and will not be, registered under the U.S. Securities Act, and may not be offered or sold in the United States or to, or for the account or benefit of U.S. Persons, unless the securities are registered under the U.S. Securities Act or an exemption from the registration requirements of the U.S. Securities Act is available.

Neither this announcement nor any other documents relating to the offer of New Shares may be sent or distributed to persons in the United States or to U.S. Persons or to any persons acting for the account or benefit of U.S. Persons.

The Offer does not constitute an offer, and New Shares will not be issued or sold under the Offer, in any jurisdiction in which, or to any person to whom, it would not be lawful to make such an offer, issue or sale. No action has been taken to register or qualify the Shares or the New Shares or to otherwise permit a public offering of Shares or New Shares outside Australia. The New Shares may be offered, issued or sold in any other jurisdiction under the Offer where such offer, issue or sale is permitted under applicable law.

Nothing contained in this document constitutes investment, legal, tax or other advice. You should make your own assessment and take independent professional advice in relation to the information and any action taken on the basis of the information.