



ASX ANNOUNCEMENT

1 December 2014

Conversion of Kengkong Loans into Shares

VDM Group Limited (**VDM**) advises that following obtaining the necessary shareholder approvals at the Annual General Meeting on 28 November 2014, Australia Kengkong Investments Co Pty Ltd (**Kengkong**) has exercised its rights to convert both the \$4.5 million convertible loan and the \$10 million convertible loan into VDM shares.

The VDM board is very pleased that Kengkong is exercising its conversion rights. The conversion of the loans into shares significantly strengthens VDM's balance sheet and capacity for growth.

VDM will issue 1,450,000,000 shares to Kengkong at a price of \$0.01 per share in repayment of the loans.

For further information please contact:

Dr Dongyi Hua
Executive Chairman & Interim CEO
VDM Group Limited
(08) 9265 1100

Padraig O'Donoghue
CFO & Company Secretary
VDM Group Limited
(08) 9265 1100

BOARD & MANAGEMENT

Dr Dongyi Hua
EXECUTIVE CHAIRMAN AND
CHIEF EXECUTIVE OFFICER

Mr Michael Fry
NON-EXECUTIVE DIRECTOR

Mr Velko (Vic) Jakovich
NON-EXECUTIVE DIRECTOR

Mr Luk Hiuming
NON-EXECUTIVE DIRECTOR

Mr Padraig O'Donoghue
CHIEF FINANCIAL OFFICER
COMPANY SECRETARY

REGISTERED OFFICE

Level 1
Fortescue Centre
30 Terrace Road
East Perth, WA 6004

POSTAL ADDRESS

Locked Bag 8
East Perth, WA 6892

CONTACT DETAILS

Tel: (08) 9265 1100

WEBSITE

vdmgroup.com.au

SHARE REGISTRY

Computershare Investor
Services Pty Limited
GPO Box 2975
Melbourne, VIC 2975
Tel: 1300 850 505

ASX CODE

VMG