Rule 2.7, 3.10.3, 3.10.4, 3.10.5

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.

Name of entity

K&S CORPORATION LIMITED (KSC)

ABN

67007561837

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	Fully Paid Ordinary Shares
2	Number of +securities issued or to be issued (if known) or maximum number which may be issued	The Rights Issue will result in a further approximately 5,993,729 ordinary shares being issued.
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)	New shares are being issued for an issue price of $2.80. The new shares are to be fully paid up and will participate in the next dividend (if any) declared by KSC . The Rights Issue is Non-renounceable.

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	Yes the new shares rank equally with existing fully paid up ordinary shares, including as to dividend entitlements in respect of any dividends KSC may declare after the new shares have been issued.
5	Issue price or consideration	$2.80 per share
6	Purpose of the issue (If issued as consideration for the acquisition of assets, clearly identify those assets)	The net proceed of the Rights Issue will be used to finance capital expenditure in the development of a new Melbourne transport terminal and future growth.
7	Dates of entering +securities into uncertificated holdings or despatch of certificates	▪ New shares are to be quoted on a deferred settlement basis on 18 July 2005. ▪ New shares are to be allotted on 20 July 2005.

		Number	+Class
8	Number and +class of all +securities quoted on ASX (*including* the securities in clause 2 if applicable)	65,973,369 (inclusive of the issue of the 5,993,729 new shares)	Ordinary

		Number	+Class
9	Number and +class of all +securities not quoted on ASX (*including* the securities in clause 2 if applicable)	60,000	Non redeemable cumulative preference shares

10	Dividend policy (in the case of a trust, distribution policy) on the increased capital (interests)	New shares will be entitled to participate in any dividends declared on an equal basis with all other fully paid ordinary shares on issue.

Part 2 - Bonus issue or pro rata issue

11	Is security holder approval required?	No (refer listing rule 7.1, exception 1).
12	Is the issue renounceable or non-renounceable?	Non-renounceable
13	Ratio in which the +securities will be offered	One new share for every 10 ordinary shares currently on issue.
14	+Class of +securities to which the offer relates	Ordinary shares.
15	+Record date to determine entitlements	5.00pm on 27 June 2005
16	Will holdings on different registers (or subregisters) be aggregated for calculating entitlements?	Not applicable
17	Policy for deciding entitlements in relation to fractions	Fractional entitlements will be rounded up.
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.	USA, Channel Islands, Italy, Japan, Singapore, Qatar
19	Closing date for receipt of acceptances or renunciations	5.00pm (Adelaide time) on 15 July 2005

+ See chapter 19 for defined terms.

20	Names of any underwriters	A A Scott Pty Ltd
21	Amount of any underwriting fee or commission	Approximately $124,233 (plus legal costs of approximately $16,000)
22	Names of any brokers to the issue	Not Applicable
23	Fee or commission payable to the broker to the issue	Not Applicable
24	Amount of any handling fee payable to brokers who lodge acceptances or renunciations on behalf of +security holders	Not Applicable
25	If the issue is contingent on +security holders' approval, the date of the meeting	Not Applicable
26	Date entitlement and acceptance form and prospectus or Product Disclosure Statement will be sent to persons entitled	30 June 2005
27	If the entity has issued options, and the terms entitle option holders to participate on exercise, the date on which notices will be sent to option holders	Not Applicable
28	Date rights trading will begin (if applicable)	Not Applicable (Non-renounceable)
29	Date rights trading will end (if applicable)	Not Applicable (Non-renounceable)
30	How do +security holders sell their entitlements *in full* through a broker?	Not Applicable (Non-renounceable)
31	How do +security holders sell *part* of their entitlements through a broker and accept for the balance?	No Applicable (Non-renounceable). If shareholders wish to accept less than their full entitlement, they simply subscribe for less shares and provide application monies reduced accordingly.

32	How do +security holders dispose of their entitlements (except by sale through a broker)?	Not Applicable (Non-renounceable)
33	+Despatch date	25 July 2005

Part 3 - Quotation of securities

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

34 Type of securities
(*tick one*)

(a) ✓ Securities described in Part 1

(b) ☐ 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

Tick to indicate you are providing the information or documents

35 ☐ 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

36 ☐ 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

37 ☐ A copy of any trust deed for the additional +securities

+ See chapter 19 for defined terms.

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)	

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

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.

- We warrant that if confirmation is required under section 1017F of the Corporations Act in relation to the +securities to be quoted, it has been provided 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.

+ See chapter 19 for defined terms.

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.

4 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: ....Date: 17th June 2005
(~~Director~~/Company secretary)

Print name: ....GRAHAM JOHN ALLEN...........

== == == == ==