

NSX release – 11 January 2022**Dawney & Co Ltd (NSX Code: DWY)
Non-renounceable rights issue and cleansing notice**

Dawney & Co Ltd (**Dawney** or **Company**) is pleased to announce a non-renounceable rights issue to eligible shareholders, on the basis of 1 new fully paid ordinary share for every 4 shares held at an issue price of \$0.205 per share (**New Share**), to raise approximately \$993,967 (before costs) (**Rights Issue**). Approximately 4,848,622 New Shares will be offered under the Rights Issue.

The Rights Issue will be available to all registered shareholders who hold shares at 7.00pm Brisbane time on Tuesday 18 January 2022 (**Record Date**) with registered addresses in Australia, New Zealand, Canada, Israel, Italy and Singapore (**Eligible Shareholders**).

Centec Securities Pty Ltd ACN 007 281 745 has been appointed the lead managers of the Rights Issue.

The purpose of the Rights Issue is to raise approximately \$993,967, including the costs of the Rights Issue. The funds raised from the Rights Issue will be used for the purposes of growing the capital base of the Company, reducing its fixed expense ratio and funding the costs of the Rights Issue.

A proposed timetable for the Rights Issue is set out in the table below:

Event	Date
Announcement of Rights Issue. Offer Document and Application for Quotation of Additional Securities lodged with NSX	11 January 2022
Notice of Rights Issue sent to shareholders	12 January 2022
Shares commence trading on an ex basis	14 January 2022
Record Date for the Rights Issue (7.00pm Brisbane time)	18 January 2022
Despatch Offer Document to shareholders	20 January 2022
Opening Date of Rights Issue (9.00am Brisbane time)	20 January 2022
Closing Date of Rights Issue (5.00pm Brisbane time)	31 January 2022
Shares commence trading on deferred settlement basis	1 February 2022
Advise NSX of any shortfall	4 February 2022
Allotment of New Shares under Rights Issue	4 February 2022
Despatch of holding statements for New Shares and deferred settlement trading ends	7 February 2022
Normal trading of New Shares on NSX begins	7 February 2022

This timetable is indicative only and may be subject to change subject to the requirements of the Corporations Act and the NSX Listing Rules.

The Rights Issue is being made without a disclosure document, in accordance with section 708AA of the Corporations Act. Dawney will prepare and send an Offer Document to all Eligible Shareholders on 20 January 2022, as set out in the timetable above.

Cleansing Notice

Pursuant to section 708AA(7) of the Corporations Act, Dawney provides notice of the following:

1. Dawney will offer the New Shares for issue without disclosure to investors under part 6D.2 of the Corporations Act.
2. Dawney is providing this notice under section 708AA(2)(f) of the Corporations Act.
3. As at the date of this notice, Dawney has complied with:
 - (a) the provisions of chapter 2M of the Corporations Act as they apply to Dawney; and
 - (b) section 674 of the Corporations Act.
4. As at the date of this notice there is no information:
 - (a) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and
 - (b) that investors and their professional advisors would reasonably require for the purpose of making an informed assessment of:
 - (1) the assets and liabilities, financial position and performance, profits and losses and prospects of Dawney; or
 - (2) the rights and liabilities attaching to the New Shares.
5. If all shareholders take up their entitlement under the Rights Issue, the Rights Issue will have no effect on the control of Dawney. However, the proportional shareholdings of shareholders who are not residents in Australia, New Zealand, , Canada , Israel, Italy and Singapore may be diluted as those shareholders are not entitled to participate in the Rights Issue. Additionally, if an Eligible Shareholder does not take up their entitlement in full there may be a dilutionary effect on that shareholder's proportionate shareholding.

In the event of a shortfall, Dawney has received binding letters of commitment for some 1,953,231 New Shares.

The directors of Dawney reserve the right to place the shortfall to Eligible Shareholders at their sole discretion. Acceptance of entitlements or the placement of any shortfall may also result in existing shareholders or new investors significantly increasing their interest in the Company or obtaining a substantial interest in the Company. However, the shortfall will only be placed to the extent that such placement is in compliance with the takeover provisions of the Corporations Act, which restrict a person and their associates from having a relevant interest in the Company of not more than 20%, subject to a number of exemptions and where the Rights Issue is a pro-rata issue under NSX Listing Rule 6.45.

Further information

The Company anticipates that approximately 4,848,622 New Shares will be issued. The New Shares will be issued for \$0.205 each.

Upon completion of the Rights Issue, and assuming it is fully subscribed, the issued capital of Dawney will comprise approximately 24,283,355 shares.

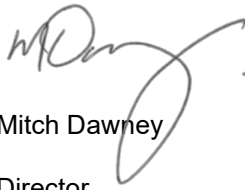
The New Shares will rank equally in all respects with Dawney's existing shares. If an Eligible Shareholder's entitlement results in a fraction of a New Share, the entitlement will be rounded up to the nearest whole number.

Trading in the New Shares is expected to commence on 7 February 2022.

An application for quotation of the New Shares will be released to the NSX, when the results are known.

Dawney encourages all Eligible Shareholders to participate in the capital raising.

Yours faithfully,



Mitch Dawney

Director

Dawney & Co Ltd

For further information please contact Mitch Dawney, Director on 0488 232 308 or mdd@dawneyco.com.au. Alternatively visit the Company's website at www.dawneyco.com.au.