

4 May 2007

Company Announcements
Australian Stock Exchange, Sydney
By e-lodgement

Converting Preference Share Shortfall Offer

Clime Capital Limited (**Clime**) lodged an Appendix 3B on 16 March 2007 anticipating up to a maximum of **9,249,890** Converting Preference Shares be issued in accordance with the prospectus (**Prospectus**) lodged on 16 March 2007.

As announced on Monday 30 April 2007, a total of **2,560,189** Converting Preference Shares were issued to shareholders under the Entitlement Offer. This allowed the Directors to place a further **6,689,179** Converting Preference Shares (**Shortfall Offer**).

Clime now confirms that applications for a further **5,104,384** have been received following the closure of the Entitlement Offer. An Appendix 3B will be lodged today disclosing the details of the Converting Preference Shares issued under the Shortfall Offer.

Following the issue of these Converting Preference Shares, the total number of securities on issue is as follows:

Fully Paid Ordinary Shares (ASX Code: CAM)	-	37,339,717
Converting Preference Shares (ASX Code: CAMPA)	-	7,664,573

Clime also confirms that the Offer was oversubscribed above the maximum number of 9,249,890 Converting Preference Shares able to be issued under the Prospectus. Following an assessment of the Company's current capital structure, the Board elected to scale back the number of securities to be issued under the Shortfall Offer.

The Directors also wish to thank existing shareholders, together with new investors subscribing under the Shortfall Offer, for their support of the Converting Preference Share issue.

Yours sincerely



Cameron Fellows
Company Secretary