



MARKET RELEASE

30 May 2017

Droneshield Limited

TRADING HALT

The securities of Droneshield Limited (the “Company”) will be placed in Trading Halt Session State at the request of the Company, pending the release of an announcement by the Company. Unless ASX decides otherwise, the securities will remain in Trading Halt Session State until the earlier of the commencement of normal trading on Thursday, 1 June 2017 or when the announcement is released to the market.

Security Code: DRO

Johanna O’Shea

ADVISER, LISTINGS COMPLIANCE (SYDNEY)

30 May 2017

Trading Halt Request

Ms Johanna O'Shea
Adviser, Listings Compliance
ASX Compliance Pty Limited
20 Bridge Street
SYDNEY NSW 2000

Dear Madam

TRADING HALT

DroneShield Limited ("Company") hereby requests an immediate trading halt on its securities, effective from the commencement of trading on 30 May 2017.

In accordance with ASX Listing Rule 17.1, the Company advises that:

- the Company makes the request pending the release of an announcement of details of a proposed capital raising;
- the Company wishes the trading halt to remain in place until the earlier of such time as it makes an announcement to the market in relation to the above and the commencement of trading on 1 June 2017; and
- the Company is not aware of any reason why the trading halt should not be granted or of any other information necessary to inform the market about the trading halt.

Yours faithfully



Anand Sundaraj
Company Secretary
DRONESHIELD LIMITED