



COMPLETION OF TRANCHE 1 OF PLACEMENT AND SECONDARY TRADING NOTICE

ANNOUNCEMENT

24 JUNE 2009

Further to its announcement on 10 June 2009, Vmoto Limited ("Vmoto" or "the Company") is pleased to confirm the successful completion of Tranche 1 of its placement of 54,375,000 shares ("Shares") at 4 cents per Share to raise \$2,175,000 (before costs) ("Placement").

27,187,500 Shares were today issued to sophisticated investors pursuant to the Company's 15% capacity. Tranche 2 of the Placement, comprising the remaining 27,187,500 Shares, will be completed following shareholder approval at a general meeting to be held as soon as practicable. At the same meeting, amongst other things, the Company will also seek shareholder approval to convert certain outstanding Directors' fees and loans to equity, on the same terms as the Placement.

The funds raised from the Placement will be applied towards the Company's Nanjing manufacturing facility as it commences full scale production over the next few months, repayment of debt and for general working capital purposes.

An Appendix 3B will follow under separate cover.

Secondary Trading Notice Pursuant to Paragraph 708A(5)(e) of the Corporations Act 2001 ("Act")

The Act restricts the on-sale of securities issued without disclosure, unless the sale is exempt under section 708 or 708A of the Act. By giving this notice, a sale of the Shares noted above will fall within the exemption in section 708A(5) of the Act.

The Company hereby notifies ASX under paragraph 708A(5)(e) of the Act that:

- (a) the Company issued the Shares without disclosure to investors under Part 6D.2 of the Act;
- (b) as at 24 June 2009, the Company has complied with the provisions of Chapter 2M of the Act as they apply to the Company, and section 674 of the Act; and
- (c) as at 24 June 2009 there is no information:
 - (i) that has been excluded from a continuous disclosure notice in accordance with the ASX Listing Rules; and



ASX CODE: VMT

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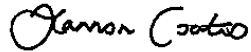
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- (ii) that investors and their professional advisers would reasonably require for the purpose of making an informed assessment of:
 - (A) the assets and liabilities, financial position and performance, profits and losses and prospects of the Company; or
 - (B) the rights and liabilities attaching to the relevant Shares.

AUTHORISED BY:



Shannon Coates
Company Secretary