



## Announcement Summary

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**Entity name**

ALTECH CHEMICALS LTD

**Announcement Type**

New announcement

**Date of this announcement**

Tuesday November 10, 2020

**The Proposed issue is:**

A standard pro rata issue (including non-renounceable or renounceable)

**Total number of +securities proposed to be issued for a standard pro rata issue (including non-renounceable or renounceable)**

ASX +security code	+Security description	Maximum Number of +securities to be issued
n/a	Option Exercise Price \$0.08 Expiry 31 May 2022	181,667,394
ATC	ORDINARY FULLY PAID	363,334,788

**Ex date**

Thursday November 12, 2020

**+Record date**

Friday November 13, 2020

**Offer closing date**

Monday December 7, 2020

**Issue date**

Monday December 14, 2020

Refer to next page for full details of the announcement



Part 1 - Entity and announcement details

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**1.1 Name of +Entity**

ALTECH CHEMICALS LTD

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

**1.2 Registered Number Type**

ACN

**Registration Number**

125301206

**1.3 ASX issuer code**

ATC

**1.4 The announcement is**

New announcement

**1.5 Date of this announcement**

Tuesday November 10, 2020

**1.6 The Proposed issue is:**

A standard +pro rata issue (non-renounceable or renounceable)

**1.6a The proposed standard +pro rata issue is:**

+ Non-renounceable



Part 3 - Details of proposed entitlement offer issue

Part 3A - Conditions

**3A.1 - Are any of the following approvals required for the entitlement offer to be unconditional?**

- **+Security holder approval**
- **Court approval**
- **Lodgement of court order with +ASIC**
- **ACCC approval**
- **FIRB approval**
- **Another approval/condition external to the entity**

Yes

3A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
FIRB approval	Friday December 4, 2020	<input checked="" type="checkbox"/> Estimated	No

**Comments**

FIRB Approval is required for underwriters Deutsche Balaton Aktiengesellschaft and Delphi Unternehmensberatung Aktiengesellschaft (Associates) to increase their joint interest in the Company (which is currently 14.06%) to more than 20% at completion of the Offer.

Part 3B - Offer details

**Class or classes of +securities that will participate in the proposed issue and class or classes of +securities proposed to be issued**

**ASX +security code and description**

ATC : ORDINARY FULLY PAID

**Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?**

Existing class

**Will the proposed issue of this +security include an offer of attaching +securities?**

Yes

**If the entity has quoted company options, do the terms entitle option holders to participate on exercise?**

No

Details of +securities proposed to be issued

**ASX +security code and description**

ATC : ORDINARY FULLY PAID



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**ISIN Code (if Issuer is a foreign company and +securities are non CDIs)**

**ISIN Code for the entitlement or right to participate in a non-renounceable issue (if Issuer is foreign company and +securities are non CDIs)**

**Offer ratio (ratio to existing holdings at which the proposed +securities will be issued)**

<b>The quantity of additional +securities to be issued</b>	<b>For a given quantity of +securities held</b>
2	5

<b>What will be done with fractional entitlements?</b>	<b>Maximum number of +securities proposed to be issued (subject to rounding)</b>
Fractions rounded down to the nearest whole number or fractions disregarded	363,334,788

**Offer price details for retail security holders**

<b>In what currency will the offer be made?</b>	<b>What is the offer price per +security for the retail offer?</b>
AUD - Australian Dollar	AUD 0.04000

**Oversubscription & Scale back details**

**Will individual +security holders be permitted to apply for more than their entitlement (i.e. to over-subscribe)?**

Yes

**Describe the limits on over-subscription**

No subscription that would result in subscriber attaining voting power of 20% or more in the Company, or "foreign person" attaining an interest in the Company above 20% without Foreign Investment Review Board (FIRB) approval

**Will a scale back be applied if the offer is over-subscribed?**

Yes

**Describe the scale back arrangements**

Would only apply to the Shortfall Offer, in which case the allocation of any Shortfall is at the discretion of the Directors.

**Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?**

Yes



## Attaching +Security

Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)?

New class

## Attaching +Security - New class (+securities in a class that is not yet quoted or recorded by ASX)

## Details of attaching +securities proposed to be issued

ISIN Code (if Issuer is a foreign company and +securities are non CDIs)

ISIN Code for the entitlement or right to participate in a non-renounceable issue (if Issuer is foreign company and +securities are non CDIs)

Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?

Yes

Will the entity be seeking quotation of the 'new' class of +securities on ASX?

Yes

ASX +security code

New class-code to be confirmed

+Security description

Option Exercise Price \$0.08 Expiry 31 May 2022

+Security type

Options

Offer ratio (ratio of attaching securities at which the new +securities will be issued)

The quantity of attaching +securities to be issued

1

For a given quantity of the new +securities issued

2

What will be done with fractional entitlements?

Fractions rounded down to the nearest whole number or fractions disregarded

Maximum number of +securities proposed to be issued (subject to rounding)

181,667,394

Offer price details for retail security holders

In what currency will the offer be made?

AUD - Australian Dollar

What is the offer price per +security for the retail offer?

AUD 0.00000

Oversubscription & Scale back details



**Will individual +security holders be permitted to apply for more than their entitlement (i.e. to over-subscribe)?**

Yes

**Describe the limits on over-subscription**

No subscription that would result in subscriber attaining voting power of 20% or more in the Company, or "foreign person" attaining an interest in the Company above 20% without Foreign Investment Review Board (FIRB) approval

**Will a scale back be applied if the offer is over-subscribed?**

Yes

**Describe the scale back arrangements**

Would only apply to the Shortfall Offer, in which case the allocation of any Shortfall is at the discretion of the Directors.

**Will all the +securities issued in this class rank equally in all respects from their issue date?**

Yes

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Options details

**+Security currency**

AUD - Australian Dollar

**Exercise price**

AUD 0.0800

**Expiry date**

Tuesday May 31, 2022

**Details of the type of +security that will be issued if the option is exercised**

ATC : ORDINARY FULLY PAID

**Number of securities that will be issued if the option is exercised**

1

**Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities proposed to be issued or provide the information by separate announcement.**

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Part 3C - Timetable

**3C.1 +Record date**

Friday November 13, 2020

**3C.2 Ex date**

Thursday November 12, 2020



**3C.4 Record date**

Friday November 13, 2020

**3C.5 Date on which offer documents will be sent to +security holders entitled to participate in the +pro rata issue**

Wednesday November 18, 2020

**3C.6 Offer closing date**

Monday December 7, 2020

**3C.7 Last day to extend the offer closing date**

Wednesday December 2, 2020

**3C.9 Trading in new +securities commences on a deferred settlement basis**

Tuesday December 8, 2020

**3C.10 Last day for entity to announce the results of the offer to ASX, including the number and percentage of +securities taken up by existing +security holders and any shortfall taken up by underwriters or other investors**

Thursday December 10, 2020

**3C.11 +Issue date**

Monday December 14, 2020

**3C.12 Date trading starts on a normal T+2 basis**

Tuesday December 15, 2020

**3C.13 First settlement date of trades conducted on a +deferred settlement basis and on a normal T+2 basis**

Thursday December 17, 2020

Part 3E - Fees and expenses

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**3E.1 Will there be a lead manager or broker to the proposed offer?**

No

**3E.2 Is the proposed offer to be underwritten?**

Yes

**3E.2a Who are the underwriter(s)?**

Deutsch Balaton Aktiengesellschaft and Delphi Unternehmensberatung Aktiengesellschaft, Melewar Equities (BVI) Limited and MAA Group Berhad.

**3E.2b What is the extent of the underwriting (ie the amount or proportion of the offer that is underwritten)?**

\$4,469,729 representing 111,743,219 shares



**3E.2c What fees, commissions or other consideration are payable to them for acting as underwriter(s)?**

A fee of \$300,000 (6%) to Deutsch Balaton Aktiengesellschaft and Delphi Unternehmensberatung Aktiengesellschaft on the underwritten amount inclusive of their commitment to subscribe to their entitlement under the offer - for a total subscription commitment of \$5,000,000.

**3E.2d Please provide a summary of the significant events that could lead to the underwriting being terminated**

ASX 200 falls by 10% or more, Company does not lodge Prospectus by 9-November-2020, Director or General Manager of Company prosecuted for Criminal Offence, Prospectus withdrawn by Company prior to all securities being allotted, ASX does not permit quotation of the Securities. For full details refer to Prospectus on Company web site [www.altechchemicals.com](http://www.altechchemicals.com).

**3E.2e Is a party referred to in listing rule 10.11 underwriting or sub-underwriting the proposed offer?**

Yes

**3E.2e (i) What is the name of that party?**

Melewar Equities (BVI) Limited and MAA Group Berhad

**3E.2e (ii) What is the extent of their underwriting or sub-underwriting (ie the amount or proportion of the offer they have underwritten or sub-underwritten)?**

\$1,512,815 representing 37,820,340 shares

**3E.2e (iii) What fee, commission or other consideration is payable to them for acting as underwriter or sub-underwriter?**

Nil

**3E.3 Will brokers who lodge acceptances or renunciations on behalf of eligible +security holders be paid a handling fee or commission?**

No

**3E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed offer**

A fee of between 4% and 6% may be paid to brokers who lodge applications from non-shareholders for shares from the Shortfall Offer

Part 3F - Further Information

**3F.1 The purpose(s) for which the entity intends to use the cash raised by the proposed issue**

Corporation costs and working capital, payments for stage 2 construction, development of anode grade HPA product, due diligence and feasibility study works (refer to Prospectus for full details)

**3F.2 Will holdings on different registers or subregisters be aggregated for the purposes of determining entitlements to the issue?**

No

**3F.3 Will the entity be changing its dividend/distribution policy if the proposed issue is successful?**

No

**3F.4 Countries in which the entity has +security holders who will not be eligible to participate in the proposed issue**





**3F.5 Will the offer be made to eligible beneficiaries on whose behalf eligible nominees or custodians hold existing +securities**

No

**3F.6 URL on the entity's website where investors can download information about the proposed issue**

**3F.7 Any other information the entity wishes to provide about the proposed issue**

**3F.8 Will the offer of rights under the rights issue be made under a disclosure document or product disclosure statement under Chapter 6D or Part 7.9 of the Corporations Act (as applicable)?**

Yes