



29 November 2017

### **Advance NanoTek Update**

Advance NanoTek Limited continues to improve its trading profitability with net profit before tax of \$560,000 for the 5 months to November 2017, based on unaudited management accounts.

#### **Manufacturing Delays in the US**

We continue to experience delays with our US OEM manufacturing facility and anticipate full scale production to commence in early 2018. We plan to time the relocation of our facility in Perth to coincide with production commencement in the US.

#### **XP Powder Sales Delay**

We expect delays in the sales orders of XP in the first quarter calendar 2018 as we transition to new suppliers. XP powder sales are a small percentage of our overall revenue and no other products are affected at this stage.

At this point demand is higher than our manufacturing capacity, as a result our distributors were forced to airfreight 60% of our product at their own cost.

Geoff Acton (B.Com CA)

Managing Director