

15 January 2018

### **Advance NanoTek Update**

The Board is pleased to announce that the current half year net profit after tax is approximately \$650,000 to \$700,000, subject to review by auditors in early February and half year adjustments.

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

The US OEM manufacturing facility is making a new pilot production batch this week. We anticipate the second piece of equipment will be operational within the next 6 weeks and full scale production should commence from this point.

#### **Transition to 112 Radium Street**

Work has commenced on the transition to 112 Radium Street, Welshpool. We expect the approval from council before 27 January 2018 and the scheduled move is February 2018, which will mean we are unable to manufacture for 2-3 weeks whilst we reassemble all equipment to 112 Radium Street. We hope to achieve additional operational savings with the move to 112 Radium Street.

We remind all shareholders that the EGM to appoint the new auditors of Advance NanoTek, who have already established a stock control program for our US contract warehouse and US OEM manufacturing facility, will be held tomorrow at Australian Institute of Company Directors, Level 9, 123 Eagle Street, Brisbane Queensland 4000 at 10:40am.

Geoff Acton (B.Com CA)

Managing Director