

ASX ANNOUNCEMENT

6 February 2020

BFC ANNOUNCES SHARE PURCHASE PLAN OFFER IS NOW CLOSED

At the Annual General Meeting of Beston Global Food Company Limited (“BFC” or “the Company”) held on 28 November 2019, BFC announced that it intended to offer the opportunity for Eligible Shareholders of BFC to participate in a Share Purchase Plan (SPP) to raise **up to** \$3.0 million. The Company further advised that the SPP was being put in place ahead of other capital management initiatives planned for 2020 so as to:

- Facilitate early investment in the next phase of expansion of BFC's Lactoferrin plant at Jervois, South Australia; and
- Provide an opportunity for BFC's shareholders, particularly small shareholders, to take advantage of the current BFC market share price, which in the opinion of the Board, does not fairly reflect the underlying quality and value of BFC's assets, and its forward strategies.

The offer to Shareholders was issued on 8 January 2020, along with accompanying documentation, including the Terms and Conditions of the Offer.

BFC today announces the completion of its Share Purchase Plan (“SPP”) following the closing of the SPP on 31 January 2020.

The SPP raised approximately \$2.4 million and approximately 27.7 million new shares in Beston (“SPP Shares”) will be issued to successful applicants on 7 February 2020.

In accordance with the SPP Terms and Conditions, the Issue Price per SPP Share is 8.6 cents, representing a 5.0% discount to the VWAP of shares traded on the ASX during the five trading days up to, and including, 31 January 2020.

BFC confirms that all valid SPP Applications were accepted in full.



BESTON GLOBAL FOOD COMPANY

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The SPP Offer was made to approximately 2,950 Eligible Shareholders, with valid SPP Applications received from 262 Eligible Shareholders. Valid SPP Applications received represent a participation rate of approximately 9% of Eligible Shareholders with an average SPP Application amount of around \$9,000.

The SPP Shares will be issued on 7 February 2020 with trading expected to commence on the ASX on 10 February 2020. Holding statements will be issued to successful applicants on 10 February 2020.

SPP Shares will rank equally with existing BFC shares from their date of issue.

The funds raised from the Offer will enable BFC to expand the productive capacity (and hence production) of BFC's existing Lactoferrin plant which utilises liquid whey as its feedstock. The changes planned from the additional investment into BFC's existing plant are expected to significantly increase the daily output of the plant and help ensure consistency in the quality of the Lactoferrin produced. Lactoferrin remains in strong demand and is generating high gross margins.

A further stage of expansion in BFC's Lactoferrin plant is planned for later in 2020 and will be part of a separate capital management initiative as outlined at the AGM and in the letter to Shareholders dated 28 November 2019.

Important notices

Capitalised words used in this announcement have the meaning given to them in the SPP Booklet.



BESTON GLOBAL FOOD COMPANY LIMITED
ABN 28 603 023 383

A member of the Beston Global Food Company Group of Companies

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ABOUT BESTON GLOBAL FOOD COMPANY LIMITED

Beston Global Food Company is a proud SA multi award-winning company taking the best of Australian produce to the world with fresh milk supplied by valued Farmers. The company provides direct and indirect employment for nearly 300 people. For more information please visit:

www.bestonglobalfoods.com.au



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