

ASX Announcement

ASX: BCL

3 April 2020

EXPECTED QUOTATION ON ASX AND BUSINESS UPDATE

Bunji Corporation Limited (ASX:BCL) (to be renamed Pure Foods Tasmania Limited) (**Company**) is pleased to confirm that:

- all conditions precedent to the share sale agreements under which it will acquire all of the issued shares in Pure Foods Tasmania Pty Ltd (**PFT**) have been satisfied;
- it has received conditional approval from ASX to be reinstated to the Official List of ASX; and
- as announced by the Company on 6 March 2020, it has closed its oversubscribed Public Offer pursuant to its prospectus dated 31 January 2020 (**Prospectus**), raising \$3.5 million (before costs).

The Company expects to complete the PFT acquisition shortly, and is now working through standard conditions of re-admission with ASX and anticipates that the Public Offer shares will be issued in early April with re-quotation to the Official List of ASX likely by mid-April.

Business and COVID-19 Update

The current and incoming Directors have carefully considered the impact of COVID-19 on the PFT business and the Public Offer generally. The following updates are provided:

- the operating and financial performance of PFT has, to date, not been adversely impacted by COVID-19. Various factors including the closure of dining venues in Australia has resulted in increased home consumption and stocking of food products, which has in turn led to an increase in Australian demand for food products;
- PFT's Woodbridge Smokehouse business had its best ever sales month in March 2020, whilst sales for its Tasmanian Pate business were ahead for the 12 months ended 31 March 2020, compared to the same period last year; and
- the supply chain for PFT's products has not been impacted. As noted in the Prospectus, PFT sources ingredients for its products from a number of suppliers. There has been no interruption to this, and in any event, as detailed in the Prospectus, there are a number of available suppliers for PFT's raw products and as such PFT considers supply risk to be low.

Notwithstanding the above, the Company notes that as detailed in Section 4 of the Prospectus that PFT is and will continue to be subject to various risks in the operation of its business and economic conditions generally. In particular, it is noted that PFT is operating in a constantly evolving economic environment as governments (both in Australia and internationally) and businesses implement various measures in response to COVID-19. It is possible future measures could have an adverse impact on the PFT business. Further, the Company notes it is likely that the recent strong performance of the PFT businesses has, in part, been due to the impact of COVID-19 and an increase in home consumption and stocking of food products. This increase is likely to be temporary and may trail off as the situation with respect to COVID-19 stabilises. As such, the recent performance of the PFT businesses should not be taken as a guide to the future performance on the business.

Reduction in Advisor Fees

The Company is also pleased to advise that following further discussions with Prenzler (Lead Manager to the Public Offer), Prenzler has agreed to reduce the number of shares it would receive as (part) consideration for Lead Manager services from 1,582,715 shares to 1,100,000, as well as waive a corporate advisory fee of \$50,000 it was to receive from PFT.

This announcement has been approved by the Board of Directors of the Company.

For corporate matters, please contact Nicholas Young on +61 (0) 8 9486 7244.