

24 May 2024

Update on Ecofibre Advanced Technologies Inc.

Ecofibre Limited (Ecofibre, Company) (ASX:EOF) today provides an update on the Ecofibre Advanced Technologies Inc. (EATI) business.

- Following the recent resignation of Jeff Bruner as President of Ecofibre Advanced Technologies Inc in accordance with his contract, and following an inability to agree a transition plan with Mr Bruner, Ecofibre today confirmed Mr Bruner's departure from the business has been brought forward to be effective immediately.
- The Turf line is currently experiencing lower demand from its existing customers and the existing Turf line is running below capacity. Ecofibre is therefore evaluating the timing of final commissioning and associated investments in the new second Turf line.
- As previously advised to the market, Ecofibre has signed a conditional agreement to sell and leaseback two properties used in the manufacturing operations of Ecofibre Advanced Technologies Inc in Greensboro, North Carolina. The sale is conditional upon a number of factors, including a due diligence period of up to 45 days. The purchaser has now requested an extension to the due diligence period, and the property sale is unlikely to complete by the target date of 30 June, 2024.

Managing change of this magnitude involves significant challenges and uncertainties. John Foley, who commenced as interim CEO of Ecofibre on Monday, 13 May 2024 has been onsite at EATI during the past two weeks and has been leading engagement with the team, our customers and suppliers.

The Company will continue to keep shareholders updated on progress.

Investor Relations and Media please contact:

Paul Edwards

investor-relations@ecofibre.com

About Ecofibre

Ecofibre owns a portfolio of high-quality advanced manufacturing and technology businesses in the United States and Australia.

We operate three vertically integrated businesses focused on sustainable polymers and natural materials, natural health care, and hemp seed genetics. In addition, we own a majority interest in a pharmaceutical business that is developing treatments for malignant and non-malignant gynecological diseases.

Ecofibre Advanced Technologies (formerly known as Hemp Black) is an advanced manufacturing business with specialist capabilities in performance yarn extrusion and polymer compounding, sustainable materials and bioplastics.

Ananda Health is a leading US manufacturer of cannabinoid based health products for human and pet consumption. Our focus is on providing high-quality, research-backed products in Australia and the USA, targeting conditions including sleep, pain, anxiety, endometriosis, and other gynecological diseases. See anandaprofessional.com and anandahemp.com.au.

EOF Bio LLC owns the rights to commercialise a number of patents for the treatment of gynecological diseases, and continues to grow its portfolio of intellectual property through an active research partnership with the University of Newcastle in Australia.

Ecofibre Genetics owns one of the world's largest collections of hemp seed genetics, and is a leading supplier of genetics to the hemp fibre industry in the US and Australia.

Authorisation

This document is authorised to be given to the Australian Securities Exchange (ASX) by the Board of the Company.