



ASX RELEASE

30 November 2018

ANNOUNCEMENT OF SHARE PURCHASE PLAN (SPP)

Sydney, Australia: Covata Limited (ASX:CVT) (Covata or the Company) is pleased to announce that it will be offering eligible shareholders the opportunity to apply for new fully paid ordinary shares ("Shares") in the Company under a Share Purchase Plan (the "SPP") at an issue price of \$0.018 (1.8c) per Share.

Funds raised under the SPP will be used to further support the Company's focus on Europe, ongoing digital marketing and lead generation campaigns for the Company's SafeShare for ITAR product in the USA and Europe as well as for working capital.

Commenting on the SPP, CEO Ted Pretty stated, *"Covata is in the commercialisation phase of its new products and intends to make further investments in marketing, lead generation and sales conversion. We are inviting shareholders to increase their holdings in Covata and to provide us the ability to fund these activities. The decision to undertake an SPP is to ensure that all existing shareholders can participate"*.

Management may also receive applications from sophisticated or exempt investors (as defined under the Corporations Act) to participate in a top up placement prior to the close of the SPP on 21 December 2018. Should the top up placement proceed it will be conducted without shareholder approval under the Company's existing placement capacity at the same price as the SPP. Investors who wish to participate in a placement are asked to kindly direct their enquiries to Covata's Chief Financial Officer, Steven Bliim, by email steven.bliim@covata.com no later than 17 December 2018.

SPP Details

The SPP provides the opportunity for eligible shareholders (being those holders of fully paid shares with an address on the Company's register of shareholders in Australia or New Zealand as at the Record Date of 7.00pm 29 November 2018) to subscribe for up to \$15,000 worth of Shares without incurring brokerage or other transaction costs.

The issue price will be 1.8c per Share, representing a discount to the 30 day VWAP of 10% or approximately 12.22% to the 5 day VWAP up to and including 29 November 2018.

There are over 2,600 eligible shareholders, so those shareholders wishing to apply for Shares in the SPP are encouraged to do so as soon as possible by following the directions contained in the SPP booklet to be mailed to them. For those shareholders holding less than a marketable parcel of Shares (i.e. a holding valued less than \$500), the SPP also offers an opportunity to increase their shareholding to a marketable parcel.

Eligible shareholders will be able to subscribe for shares under the SPP in parcels of \$1,000, \$2,000, \$5,000, \$10,000 and \$15,000. Full details of the SPP can be found in the offer document which will be mailed to shareholders, consisting of the SPP terms and conditions and the Application Form for eligible shareholders. The SPP booklet will also be announced to ASX upon dispatch to eligible shareholders.

The Company will accept applications from all eligible shareholders under the SPP, subject to limitations under the ASX Listing Rules and Corporations Act. The Directors reserve the right to scale back SPP acceptances on a first come, first served basis.

The Shares issued pursuant to the SPP will be issued on the same terms as, and will rank equally in all respects with, the existing fully paid ordinary shares in the Company. Shareholder approval is not required for the SPP and will not be sought for the top up placement.

An indicative timetable is provided below. The SPP is currently scheduled to close on Friday, 21 December 2018, however, the timetable is subject to change and therefore shareholders are encouraged to lodge their applications ahead of the advertised closing date.

Event	Date
Record Date	7:00pm AEDT on 29 November 2018
Announcement of SPP	30 November 2018
Dispatch of SPP documentation	3 December 2018
Opening Date	3 December 2018
Closing Date	5:00pm AEDT on 21 December 2018
Allotment of SPP Shares	24 December 2018

- Ends -

About Covata

Covata is a leading provider of software solutions that enable continuous identification, classification and secure management of unstructured data across enterprise and the cloud and consolidates control into one place for companies to securely manage their data to be compliant, reduce risk, reduce costs and improve productivity.

Our Data Security Console empowers businesses to discover, protect and control sensitive information across multiple platforms and repositories with industry best security for Microsoft SharePoint & Office 365, Secure Enterprise File Sharing & Collaboration, and Access Security Broker capabilities through our API translator.

With offices and resources in the US, UK, Europe and Australia and coverage in all other regions, our customers & partners span the public sector and defence, aerospace, technology, automotive, manufacturing, finance, media and sports industries.

Further information

For further information, please visit covata.com.

Covata investor relations contacts:

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