

## Company updates and update on suspension

TEK-Ocean Group Limited (ASX: **T3K**, “**TEK-Ocean**” or the “**Company**”) refers to its announcement to ASX dated 24 November 2022 titled “Company Update” and provides the following update.

### 1. Business Operations

The Company continues to be buoyed by the level of inbound requests from existing and potential new customers for TEK-Ocean’s range of across its full offshore marine and engineering services offering.

TEK-Ocean acknowledges that its temporary suspension from the ASX has impacted some new business opportunities, as well as causing delays to the commencement of several pipeline projects, however Management expects that this will subside once the Company’s suspension is removed.

The Company will provide a detailed operations update to the market separately to this announcement.

### 2. Equity Raising

The Company is pleased to advise that TEK-Ocean has appointed Novus Capital as Lead Manager and Sponsoring Broker for an equity capital raising (**Novus**), for further details refer to their website.

The Equity Raising is expected to be undertaken in two phases whilst the Company works towards lifting its suspension from ASX, with the initial capital raising via a convertible note and the second capital raising via the issuance of ordinary shares subject to completion of various regulatory requirements, such as convening a meeting of shareholders, for the shares to be issued.

In addition to the above, the Company is in continuing discussions with several strategic investors for additional investment.

The Company will continue to work with the ASX to address any re-quotation conditions imposed.

### 3. Statutory Audit and Audit review

TEK-Ocean encountered some unfortunate delays with finalising its Appendix 4E and Annual Report process for the financial year ending 30 June 2022. This process is now well underway and expected to complete over the coming month, following which it is expected that the Annual Report will be finalised and sent to shareholders at some time during May 2022, and the Company will convene its annual general meeting. The Company will also finalise its review for the half year ended 31 December 2022 immediately after completing the full year audit.

### 4. Secured Debt Refinancing

As previously announced on 24 November 2022, the Company renegotiated several of its existing loan facilities with its senior lender (CBA) that has greatly reduced the Company’s loan repayment burden (c.\$1.6m) for the period to the end of June 2023 (**Debt Amendments**). The Company did not obtain a binding unconditional commitment to refinance by 31 March 2023 and as such the Company’s interest rate on its facilities increased by 1% per annum, as previously agreed with the CBA. TEK-Ocean is pleased to advise that it has made significant progress with a number of replacement lenders and is working to have an unconditional refinancing in place shortly.

### 5. Lifting of Share Suspension

The Company expects to have rectified its working capital position as a result of the collective actions outlined in this update. Upon the release of the Company’s audited accounts and the issue of a cleansing prospectus in May/June 2023, it is anticipated these collective actions will facilitate the lifting of the suspension of the Company’s shares from ASX.

The Company will continue to work with the ASX to address any re-quotation conditions imposed which is expected by the Company.

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*This announcement has been approved by the Directors of TEK-Ocean Group Limited.*

**About TEK-Ocean Group**

TEK-Ocean provides flexible, fit for purpose & cost-effective solutions to all clients in the Energy Industry through a range of integrated services. Our core aim is to provide superior support and solutions in all areas below:

- Offshore Construction, Subsea Operations
- Logistics, Shore-Base, Supply Chain
- Maritime, Ocean Engineering,
- Decommissioning and Rehabilitation
- Environment and Sustainability
- Offshore Renewables
- Consultancy, Personnel, Crewing
- Systems, Engineering and Project Management
- Specialist Energy Services, including:
- Machine Shop, Torque Turn, Pressure testing, Integration Testing
- Workshop, Aftermarket,
- Asset Management, Equipment Maintenance
- Preservation and Storage Services