



Shareholder Update July 2014

Company News

XTEK moves to new premises

XTEK Head Office moved to new premises at 3 Faulding Street, Symonston ACT in early May. After more than 25 years in the Yallourn Street, Fyshwick location, a decision was made for the Company to relocate to a more modern corporate facility, accommodating both the Head Office and Logistic Engineering Workshop capabilities.

As part of the extensive fit-out, a purpose built secure electronics workshop (space of 110 sqm) was constructed by the Landlord at no cost to XTEK. The new premises have been upgraded to meet Defence security standards given XTEK's status as a participant of the Defence Industry Security Program.

The move to the new premises has been enthusiastically welcomed by staff who will now be able to operate in a fully integrated facility. It is anticipated that a formal opening of the new premises in Symonston will occur in the near future.



// XTEK is taking to the skies with new UAV service

XTEK is pleased to announce a new commercial UAV service that is being developed by the XTEK team. Traditionally, aerial services have been provided by manned aircraft, often at high cost. Through the use of small unmanned aerial vehicles, XTEK can provide Australian companies with exceptionally cost-effective, timely solutions to meet their aerial imaging needs.

The planned range of XTEK UAV imaging services will be offered to the commercial sector at a highly competitive rate using XTEK's CASA qualified remote air system pilots.

Also included in this new service are the maintenance, servicing and repair of UAVs and UAV training for companies who wish to purchase their own vehicles.

Tibor Fekete, Head of Business Development at XTEK explains how the company will bring strong competition to the market:

"With all of our products remaining under 6kg in size, these are relatively small, cost-effective platforms compared to the manned aircraft options commonly in use today. Such an approach will ensure clients are offered the most up to date and cost-effective Aviation Services whilst remaining in-tune with new and innovative technology developments."

The development of this UAV services capability at XTEK demonstrates the Company's ability to provide solutions to satisfy contemporary client requirements and highlights the first-class quality of the XTEK technical team and its innovative suppliers.

XTEK is proud to be so involved in the development and use of UAV technology here in Australia and recognises such work as a key component of its efforts to develop a world-class national technical base.



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XTEK welcomes Morgan Advanced Materials

XTEK Limited is pleased to announce an addition to their broad range of cutting-edge Explosive Ordnance Disposal equipment. Through an exciting partnership with Morgan Advanced Materials – Composites and Defence Systems, XTEK is able to provide the renowned ERGOTEC 3010 Light-weight Explosive Ordnance Disposal Search Suit and the ERGOTEC 4010 Bomb Suit to the Australian Defence and Law Enforcement communities.

The partnership combines the local Explosive Ordnance Disposal specialisation and in-country service support of XTEK with Morgan Advanced Materials' thirty years experience in the design and manufacture of innovative high-tech protective equipment.

Utilising leading-edge materials technology and garment engineering for outstanding protection, the ERGOTEC suits provide the protection expected for today's Bomb Disposal operations with an unprecedented range of movement for body and limbs to enhance operator flexibility in the most challenging operational environments. The suits are light-weight, comfortable to wear for extended periods and have effective cooling and ventilation systems to reduce fatigue, which allows the operator to work without compromise.

Alan Elliott, EOD Manager at XTEK explained: "This is a cutting edge suit designed by EOD Operators, for EOD Operators. The ERGOTEC 4010 and 3010 have been in service with British Military and Law

Enforcement units for several years and are now in use in Europe, Egypt and New Zealand. In conjunction with Morgan Advanced Materials, we are pleased to now be in a position to offer, and fully support, these suits across Australasia."



XTEK - Supporting careers

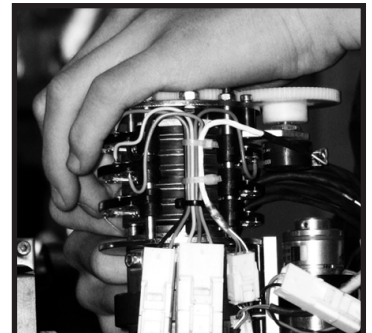
XTEK has recently welcomed a new apprentice to the Logistics Engineering Department.

XTEK has a history of employing and supporting apprentices through their formal training and skills development.

The Company has a great retention rate and past apprentices have become increasingly valuable in contributing to the support of a large range of specialist electronic and electro-mechanical equipment. This includes Robots, RF controlled electronic equipments, Portable and Baggage X-ray Imaging systems as well as various metal detection and security systems.

XTEK's new apprentice has commenced his 1st year of apprenticeship in Certificate III in Electronics and Communication with CIT in early 2014.

XTEK looks forward to assisting our new apprentice with the first step of his technical career.



Other portfolio news

Forensics

XTEK Ltd is delighted to announce the signing of an agreement with Forensic Technology Inc. This agreement will enable XTEK to include Projectina's range of crime scene lighting within its comprehensive portfolio of high-quality forensics equipment.

This is an opportunity for XTEK to offer the Australian market access to the Swiss-made Projectina suite of products, backed by a world-class technical support and service capability.

"XTEK remains committed to providing its customers with the very latest cutting-edge technology. The addition of the Projectina suite of products

further provides customers with a greater variety of premium, internationally recognised products. In extension to this, XTEK is pleased to be able to offer lifetime support for all of its products with its in-house, fully-qualified technical team," stated Scott White, XTEK Ltd Forensic Sales Manager.

For more information, contact Scott White, Forensics Manager on 1800 500 032.

Weapons & Ancillaries

XTEK has recently been officially re-appointed by SIG SAUER Inc., as the exclusive International Distributor of its product range across the vast majority of Oceania.

"This is excellent news and reinforces XTEK's position as one of the Region's premier suppliers of high-end Tactical systems to the Defence and law enforcement communities." stated XTEK Head of Sales and Marketing, Mr Adrien Baldwin.

This agreement will combine SIG SAUER's technical expertise with XTEK's extensive understanding of local operational requirements to provide the Region's military and law enforcement communities with the very best Tactical solutions currently available globally.

For more information, contact Adrien Baldwin Head of Sales and Marketing on 1800 500 032.

If you do not wish to receive the XTEK Limited newsletter, contact 1800 500 032 or email xtek@xtek.net to advise.

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