

\$40M Funding Arranged to Acquire Cortadera Issue of SPP shares

Further to the announcement dated 6 August 2021 and the issue of tranche one shares on 13 August 2021, Hot Chili Limited (ASX: HCH) (OTCQB: HHLKF) ("Hot Chili" or the "Company") is pleased to announce that the issue of 156,250,000 Shares under Share Purchase Plan (**SPP Shares**) pursuant to the prospectus dated 13 August 2021 has been completed.

The SPP offer was oversubscribed and closed early. AUD\$5.0 million before costs was raised under the SPP. A "scale back" was applied and excess funds will be refunded. SPP Shares will be issued at a price of 3.2 cents (\$0.032) each.

Tranche 2 of Placement

The issue of 428,745,489 Shares (**Tranche 2 Placement Shares**), including 93,750,000 Shares (\$3 million) to Blue Spec Sondajes Chile SpA, a Company associated with Hot Chili's chairman Murray Black, under Tranche 2 of the Placement will be subject to shareholder approval.

A meeting in this regard is to be held on 15 September 2021. A notice of meeting has been mailed to shareholders.

This announcement is authorised by the Board of Directors for release to ASX.

For more information please contact:

Christian Easterday

Tel: +61 8 9315 9009

Managing Director

Email: christian@hotchili.net.au

or visit Hot Chili's website at www.hotchili.net.au