

K-TIG receives binding commitments for \$4 million to accelerate strategic growth initiatives

- K-TIG has received binding commitments to raise \$4 million (before costs) via a private Placement
- Strong support from existing institutions, family offices and sophisticated investors
- A number of the Directors participated in the Placement, which will be subject to shareholder approval
- Net proceeds from the Placement will be used to accelerate the growth strategy in nuclear and defence, new strategic partner alliances to increase market penetration, R&D and for ongoing working capital requirements.
- K-TIG is well capitalised to accelerate its growth strategy

15 February 2022: K-TIG Limited (ASX: KTG) (“K-TIG” or the “Company”) is pleased to announce that it has received binding commitments to raise \$4 million (before costs) in new equity via a fully committed share placement to institutional and sophisticated investors (“Placement”).

The Placement was completed at an issue price of \$0.35 per share and 11,428,571 new fully paid ordinary shares (“Shares”) will be issued, anticipated on or about Friday 18 February 2022. The Placement price of \$0.35 represents a 6.66% discount to the last traded price of \$0.375 and a 4.38% premium to the 15 day VWAP.

The Company advises that it will be utilising the Company’s existing placement capacity, with 11,000,000 shares to be issued under LR 7.1.

A total of 428,571 shares are to be issued to Directors Ms White and Mr McIntosh (or their nominees) and will be subject to shareholder approval to be sought at the earlier of an extraordinary general meeting of the Company or an Annual General Meeting anticipated to be held in November 2022. The shares to be issued under the Placement will rank equally with existing shares on issue in the Company.

Net proceeds from the Placement will be used to accelerate the growth strategy in nuclear and defence, new strategic partner alliances to increase market penetration, R&D and for ongoing working capital requirements.

SRG Partners acted as Lead Manager and will receive a 6% capital raising fee.

Stuart Carmichael, Chairman, said: “On behalf of the Board I would like to thank both existing and new shareholders for their participation in the Placement. The placement allows the Company to accelerate execution of its strategic growth priorities both domestically and internationally across the stainless steel, defence and nuclear sectors.”

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This announcement was authorised for release by the Board of K-TIG Limited.

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About K-TIG Limited

K-TIG is a transformative, industry disrupting welding technology that seeks to change the economics of fabrication. K-TIG's high speed precision technology welds up to 100 times faster than traditional TIG welding, achieving full penetration in a single pass in materials up to 16mm in thickness and typically operates at twice the speed of plasma welding. K-TIG works across a wide range of applications and is particularly well suited to corrosion resistant materials such as stainless steel, nickel alloys, titanium alloys and most exotic materials. It easily handles longitudinal and circumferential welds on pipes, spooling, vessels, tanks and other materials in a single pass. Originally developed by the CSIRO, K-TIG owns all rights, title and interest in and to the proprietary and patented technology and has been awarded Australian Industrial Product of the Year and the DTC Defence Industry Award.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of K-TIG Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.