

ASX Announcement | 9 January 2023

## K-TIG RECEIVES A\$600,000 ORDER FOR TURNKEY WELDING CELL BASED ON ITS KEYHOLE WELDING TECHNOLOGY

### Highlights

- Ireland based Brewery Chemical & Dairy Engineering Limited has placed an order valued at EURO €385,000 (~A\$600,000), for the supply of a K-TIG Linear Precision Grow Line Circumferential Welding System.
- This order represents the first system turnkey welding system sale over AUD \$500,000 received by K-TIG as part of its previously announced plan to supply integrated Industry 4.0 welding cells to the global fabrication market.

**K-TIG Limited (ASX:KTG) ("K-TIG" or the "Company")** is pleased to announce that it has received a EURO €385,000 (~A\$600,000) purchase order from Ireland based Brewery Chemical & Dairy Engineering Limited, ("BCD Engineering"), for the supply and onsite commissioning of a Linear Precision Grow Line Circumferential Welding System. This welding system will be installed in BCD Engineering's Stainless Steel Process Vessel & Process Plant and will be delivered later this fiscal year following its manufacture in the UK and Australia.

This sale represents the largest turnkey welding cell order received since the announcement in November 2021 of K-TIG's intention to diversify its products by adding integrated Industry 4.0 compatible automated welding cells, based on K-TIG's industry leading keyhole welding technology, into its portfolio.

K-TIG Managing Director, Adrian Smith, observed, "this sale builds upon previous pipe welding cell sales that K-TIG has made in recent quarters and validates the decision to supply turnkey welding cells to our market. Our customers are generally looking for fully integrated solutions rather than torch technologies that require them to integrate with automation and by supplying turnkey solutions we can significantly grow revenue and margin".

"BCD Engineering is a leading supplier to the pharmaceutical as well as food and beverage industries. Their adoption of K-TIG technology to produce their stainless-steel vessels enhances K-TIG's European footprint in this important market segment".

Based in Cork Ireland, BCD Engineering is part of the MASCO Group of companies which specialises in high purity systems. BCD Engineering designs, installs, and validates stainless steel process systems for its clients in the Pharmaceutical, Chemical, Brewery, Dairy and Food and Beverage industries in Eastern Europe, France, Ireland, Poland, Russia, Spain, the UK and the USA.

Revenue is expected to be booked in Q4 2023 following dispatch of the K-TIG system. There are no further conditions that need to be satisfied.

The significance of this announcement is that this order represents the first system turnkey welding system sale over A\$500,000 received by K-TIG as part of its previously announced plan to supply integrated Industry 4.0 welding cells to the global fabrication market.

This announcement was authorized for issue by the Board of K-TIG Limited.

For more information, please contact:

#### **Company enquiries**

Adrian Smith  
K-TIG Limited  
P: +61 8 7324 6800

#### **Corporate enquiries**

George Rogers  
SRG Partners  
P: +61 438 815 495

## **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.