



Placement to Sophisticated Investors

Structural Monitoring Systems Plc (“SMS” or “the Company”) (ASX: SMN) is pleased to announce that it has received binding commitments from institutional and sophisticated investors to raise up to approximately AUD \$1,000,000 (before costs) through a single tranche placement (“**Placement**”). The Placement will see the Company issue approximately 2.3m new CDIs at an issue price of AUD \$0.43 per CDI (“**Placement CDIs**”) each with a 2.5:1 free attaching option exercisable at AUD \$1.20 with an expiry of 6 April 2024 (“**Options**”).

The Placement demonstrates strong support for the Company from sophisticated and professional investors, allowing the funds raised from the Placement to be applied towards meeting the Company’s current growth objectives and budget requirements. Funds raised will be used in conjunction with the Company’s wholly owned Canadian based subsidiary, Anodyne Electronics Manufacturing Corp, which recently secured banking and credit facilities with the Royal Bank of Canada.¹

To facilitate secondary trading of the Placement CDIs to be issued pursuant to the Placement the Company will soon issue a cleansing prospectus. This will allow the Placement CDIs to be traded pursuant to section 708A(11) of the *Corporations Act 2001* (Cth).

Executive Chairman, Ross Love commented:

We are very encouraged by and appreciative of the support of our shareholders in this placement, the majority of which was completed by long term existing shareholders. This capital raised will allow us to continue to pursue the growth objectives set out in our budget for the year and allow us to complete a review of the existing credit facilities with our bankers, Royal Bank of Canada as we lay the foundations for continued growth in the next 12 months.

PLACEMENT DETAILS

The issue price of AUD\$0.43 represented a 19.6% discount to SMN’s closing share price on 30 October 2023 of AUD\$0.535. The Placement CDIs will rank equally with the Company’s existing CDIs. Settlement of the Placement is expected to be completed in accordance with the indicative timetable below.

Participants in the Placement will receive 2.5 free attaching new Options for every CDI subscribed for under the Placement for an aggregate of approximately 5.8m new Options to be issued.

¹ As previously announced to the market on 23 January 2023.

ASX ANNOUNCEMENT

ASX: SMN

31 October 2023

**STRUCTURAL
MONITORING
SYSTEMS**
plc



The Options are intended to be listed on the ASX with an exercise price of A\$1.20 and an expiry of 6 April 2024.

The Placement has been conducted pursuant to the Company's existing Placement capacity under ASX Listing Rules 7.1 and 7.1A.

Bell Potter Securities Limited acted as Lead Manager in relation to the Placement.

INDICATIVE PLACEMENT TIMETABLE

EVENT	DATE
Announcement of Placement and lodgement of Appendix 3B and 4C with ASX	Close of market, Tuesday, 31 October 2023
SMN Board meeting to approve lodgement of Cleansing Prospectus	Friday, 3 November 2023
ASIC and ASX lodgement of Cleansing Prospectus, Appendix 3B & Cleansing Offer opening date	Monday, 6 November 2023
Settlement of Placement	Wednesday, 8 November 2023
Issue of Placement CDIs	Thursday, 9 November 2023
Cleansing Offer Closing Date *	Friday, 15 December 2023

This ASX release has been approved for release by Ross Love on behalf of the Board of Directors.

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