



22 August 2017

ASX Announcement

The Manager Announcements
Company Announcements Office
ASX Limited
20 Bridge Street
SYDNEY NSW 2000

Close of Entitlement Offer and Notice of Shortfall

Algae.Tec Limited (**ASX: AEB**) advises that its renounceable pro-rata entitlement offer (Entitlement Offer or Offer), as announced on 3 July 2017, closed on Friday 28 July 2017. The Entitlement Offer sought to raise up to \$8 million through the offer of approximately 266 million new fully paid ordinary shares at A\$0.03 (3 cents) on the basis of 3 new shares for every 4 shares held by eligible shareholders.

Algae.Tec received total applications from eligible shareholders to subscribe for 30,541,249 new shares and 15,270,590 free attaching options, for a total value of \$916,237. The issue of new shares and options under the entitlement offer occurred on 10 August 2017.

A total of 134,608,147 new shares and 74,804,069 free attaching options was taken up under the shortfall. The issue of these new shares and options occurred on 14 August 2017. A further subscription of 46,244,266 new shares and 23,122,133 free attaching options were taken up under the shortfall and the issue of new shares occurred on 21 August 2017.

Following these issues the capital structure of the Company will be 567,368,602 fully paid ordinary shares and 113,582,197 Listed Options.

The Company is currently working to allocate the remaining shortfall of 55,273,033 shares (\$1.6m) to be issued on the same terms as the rights issue to a mixture of sophisticated investors and investment funds.

Peter Hatfull
Company Secretary