

27 September 2018

Companies Announcements Office
Australian Securities Exchange
Electronic Lodgement

Capital Raising

Smart Marine Systems Limited advises that it has agreed to place 20,000,000 fully paid ordinary shares at 2.5 cents each, a premium of 13.6% to the last trade price, to raise \$500,000 in working capital before costs, together with 1 (one) free attaching option, exercisable at 3 cents on or before 30 November 2020, for every 3 (three) shares applied for (being a total of 6,666,667 options)(**Placement**), subject to shareholder approval.

In relation to the Placement, 9,000,000 shares will be issued immediately pursuant to ASX Listing Rules 7.1 (2,500 shares) and 7.1A (8,997,500 shares) to raise \$225,000.

The balance of 11,000,000 shares and all 6,666,667 options (\$275,000) will be issued subject to shareholder approval at the Company's upcoming Annual General Meeting of shareholders.

The Placement will be made under section 708 of the *Corporations Act 2001* (Cth) to sophisticated, professional and experienced investor clients of Canary Capital Pty Ltd, who have advised that they received expressions of interest in excess of the \$500,000 to be raised. Canary Capital will receive a fee of 6% of the amount raised pursuant to the capital raising.

For and on behalf of the Board

David McArthur
DIRECTOR

1st Floor, 31 Cliff Street,
Fremantle, Western Australia 6160
E: enquiry@smartmarinesystems.com
P: +61 1300 524 392
ABN: 77 149 970 445

www.smartmarinesystems.com