

ASX RELEASE

24 April 2019

R&D Prepayment Loan Facility

Advanced Braking Technology Limited (ASX: ABV) ('ABT' or 'the Company') advises that its wholly owned subsidiary Advanced Braking Pty Ltd ('ABPL'), has entered into a short term loan facility for up to \$620,000 with R&D Capital Partners Pty Ltd, as a prepayment of the forecast research and development ('R&D') tax incentive claim for the year ended 30 June 2019 ('R&D Tax Incentive').

ABPL has received an initial draw down of \$420,000, with a second draw down of \$200,000 at ABPL's election and subject to ongoing due diligence by R&D Capital Partners Pty Ltd.

Repayment of the funds advanced is timed to coincide with the receipt of the ABPL's 2019 R&D Tax Incentive refund expected by 30 November 2019.

The Loan Facility funds will be utilised to continue R&D programs and for working capital.

Key terms of the Loan Facility are:

- Establishment Fee:** \$18,600 (GST Free) payable on first Drawdown;
- Interest Rate:** 1.25% per month on amounts drawn;
- Repayment:** No principal loan repayments are to be made until the Repayment Date, being the earlier of:
- ABPL receiving its 2019 R&D claim under the R&D Tax Incentive from the ATO
- Or
- 30 November 2019
- Primary Security Interest:** The Primary Security Interest granted by the Borrower to the Lender must have first priority over other security interests of the present and after acquired property of ABPL.

- ENDS -

For further information, please contact:

Mr. John Annand
Chief Executive Officer
T: +61 (0) 8 9302 1922

www.advancedbraking.com

About Advanced Braking Technology

Advanced Braking Technology Ltd (ABT) is an Australian company listed on the Australian Stock Exchange (ASX: ABV) focusing on the development, manufacturing and marketing of high performance brakes to the automotive, transport and mining industry. This incorporates the internationally patented sealed integrated brake technology, as used in the ABT Failsafe product range and the new Terra Dura® polymer brake. The Company has manufacturing bases in Australia with its Head Office in Perth.