



DRP shortfall placement

4 October 2019

ASX & media announcement

ASX code: SXE

Southern Cross Electrical Engineering Limited (ASX: SXE) ("SCEE") today announces the underwriting of its Dividend Reinvestment Plan ("DRP") shortfall ("the DRP Shortfall Offer" or "the Offer").

As announced to the ASX on 28 August 2019, SCEE has put in place a Dividend Reinvestment Plan with respect to a \$7.0m dividend (\$0.03 per share) for the year ended 30 June 2019.

Shareholders representing 8.7% of the \$7.0m have elected to participate in the DRP, leaving a DRP shortfall of \$6.4m. The DRP shortfall is now fully underwritten. Euroz Securities Limited and Moelis Australia are Joint Lead Managers and Underwriters to the Offer.

The Offer is being made to institutional and sophisticated investors pursuant to a waiver to ASX Listing Rule 7.1, such that the Offer does not reduce SCEE's 15% placement capacity.

The Offer Price is calculated as a 5.0% discount to the VWAP for the 5 days from Friday 27 September 2019 to Thursday 3 October 2019 inclusive, being \$0.5462 per share, which is the same price at which shares under the DRP will be issued.

Total proceeds of \$7.0m from the DRP and DRP Shortfall Offer will be used to preserve the Company's strong balance sheet, to ensure financial flexibility and fund potential acquisitions.

Contact

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