

SYDNEY, Australia

25 October 2019

ASX Announcement

DW8 launches Capital Raising to fund WINEDEPOT expansion

HIGHLIGHTS:

- **DW8** confirms firm commitments received to **raise A\$1,000,000** before costs from a private placement to sophisticated investors and from director participation
- **DW8** appoints **PEAK Asset Management** as lead manager
- **Rights issue** to be undertaken subsequent to the private placement

DW8 announces capital raising via placement and rights issue

Digital Wine Ventures Limited (ASX: DW8) ("**Digital Wine Ventures**" or the "**Company**") is pleased to advise that it has received firm commitments to raise gross proceeds of \$1,000,000 via a private placement to sophisticated investors of \$825,000 and Director participation of \$175,000, subject of shareholder approval.

The Private Placement will issue of 126,923,077 new fully paid ordinary shares ("**Placement Shares**") at an issue price of \$0.0065 per share with 31,730,769 free attaching options ("**Placement**"). Completion of the Placement is expected to occur on or around 1 November 2019. DW8 directors have committed to 26,923,077 new fully paid ordinary shares ("**Director Shares**") at an issue price of \$0.0065 per share with 6,730,769 free attaching options to contribute \$175,000 on the same terms as the Placement, subject to shareholder approval to be sought at the upcoming Annual General Meeting

39,283,734 shares described above have been agreed to be issued pursuant to the Company's 15% capacity under Listing Rule 7.1, and 87,639,343 shares have agreed to be issued pursuant to the Company's 10% capacity under Listing Rule 7.1A. The 26,923,077 shares and 6,730,769 options to directors will be issued subject to shareholder approval at the upcoming Annual General Meeting.

Funds raised under the Placement will be used towards additional human resources, technology research & development, marketing and advertising and general working capital.

In addition, the Company plans to undertake a rights issue to raise approximately \$680,000 (before costs) via the issue of shares and free-attaching options at an issue price of \$0.0065 per new share ("**Rights Issue**"). The Company is currently finalizing the terms of the Rights Issue and will announce the terms (including a record date) in due course. It is intended that completion of the Rights Issue will occur no later than the end of February 2020 and the funds will be used for the same purposes as set out above in respect of proceeds from the Placement.

The free attaching options are being issued on the ratio of 1 option for every 4 fully paid shares subscribed for and will be exercisable at \$0.015 per option on or before 31 December 2022 (“**Option**”). The Company intends to seek ASX quotation of the Options following the issue of the proposed upcoming Rights Issue. The quotation of the Options will be subject to DW8 lodging the Rights Issue prospectus with ASIC and satisfying the quotation conditions set out in the Listing Rules. Investors are advised that while it is DW8’s current intention to seek quotation of the Options, DW8 provides no certainty that quotation of the Options will be granted.

DW8 appoints Peak Asset as lead manager

Digital Wine Ventures advise that it has engaged Peak Asset Management (“**Peak Asset**”) to provide be the Lead Advisor in relation to the Placement and Rights Issue, which together is expected to raise over \$1.6m before costs (“**Peak Asset Mandate**”).

“Once again, Peak Asset is extremely excited to be working with Dean Taylor and the entire team at Digital Wine Ventures (DW8). Dean is a serial entrepreneur, with an outstanding track record and strong business acumen. He has successfully built and exited over seven ventures in the wine and technology sectors and we believe that his **WINEDEPOT** project has the potential to totally revolutionise the global wine supply chain. It’s a privilege for us get behind him and help to raise the capital he requires to execute his vision for what can only be described as a game-changing business” Says Mr Niv Dagan, Founder and Executive Director of Peak Asset Management.

Key terms of the Peak Asset Mandate are:

- 6% capital raising fees for any funds raised by or introduced by Peak in the Placement payable in cash;
- 1% management fee on the total funds raised in the Placement, Rights Issue and director participation payable in cash.

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WINEDEPOT business overview

WINEDEPOT is a cloud-based technology platform that has been designed to connect wine industry stakeholders to reduce the time, margin and capital wasted in the existing supply chain.

Catering for **producers, distributors, importers and retailers** of all sizes, the vertically integrated trading, order management and logistics platform provides an end-to-end supply chain solution capable of servicing a wide variety of sales channels including the rapidly growing direct-to-consumer and online market segments.

Key benefits the cloud-based technology platform provides stakeholders include:

- Reduced freight costs & shipping times;
- Reduced paperwork & administration;
- Reduced working capital requirement;
- Reduced errors & breakages;
- Increased customer reach;
- Increased customer satisfaction and repeat sales.

WINEDEPOT's integrated wine trading and smart logistics platform is being launched in Australia before being expanded into other key markets for Australian wine such as China, USA, UK, Canada, Hong Kong, Singapore and New Zealand.

Digital Wine Ventures (ASX DW8) is an Australian Publicly listed company that aims to identify and invest in early stage technology-driven ventures that have the potential to disrupt and digitally transform segments within the global beverage market and support them by providing access to capital, expertise and share services.

To view our most recent media coverage please visit:

- <https://www.digitalwine.ventures/media-coverage.php>
- <https://winedepot.com/media-coverage/>

For more information please visit www.digitalwine.ventures and www.winedepot.com or contact:

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