

## **Coretrack announces completion of \$400,000 Placement and details of Share Purchase Plan**

**ASX ANNOUNCEMENT**

**25 March 2015**

Coretrack Limited (ASX: CKK) (Coretrack, the Company) is pleased to announced that it has successfully completed its recently announced \$400,000 Placement to Sophisticated Investors for the continued development of the Company's investment in the Ecopropp proppant product for use in hydraulic fracturing (fracking) of oil and gas wells globally.

Coretrack is now also pleased to provide details of a Share Purchase Plan (SPP). Under the SPP, existing eligible shareholders, who were registered as holders of shares at 5.00pm (AWST) on 5<sup>th</sup> March 2015 (Record Date), and whose registered address is in Australia or New Zealand, can apply for up to \$15,000 worth of new, fully paid ordinary shares (New Shares) in the Company, free from brokerage and other transaction costs.

The issue price for the SPP will be \$0.0032, which is the same price as the Placement.

The SPP will also provide an opportunity for eligible shareholders with small shareholdings to increase those holdings into more meaningful and financially viable parcels.

In conjunction with the funds raised under the Placement, the proceeds of the SPP will be used to:

- Commission the Company's Brisbane pilot plant;
- Commence commercialisation of the Ecopropp business; and
- To supplement the general working capital of the Company.

The new board of Directors is excited about the Company's future and encourage eligible shareholders to take up the opportunity to participate in the SPP. The Company advises that eligible Director intends to participate in the SPP to the maximum of \$15,000. 2015 will be a year of significant progress for Coretrack, and the funds raised from the SPP will position the Company to benefit from the Ecopropp business, as it commences the commercialisation process over the coming year.

Coretrack Executive Director, Siegfried Konig said:

*"I am pleased to report that the Company has made considerable progress since the recent appointment of new directors, including the completion of the \$400,000 Placement, and a significant reduction in annual costs to the business. We have also settled the ongoing litigation matter with Strange Investments, and are pleased to advise of the issue of the first tranche of Coretrack shares to Ecopropp shareholders pursuant to the terms of the Agreements with Ecopropp. I look forward to updating the market on the progress of our proppant manufacturing pilot plant in the near future."*

## Key SPP dates and further information

Date	Details
Thursday, 5 March 2015	<b>Record Date 5.00pm (WST)</b> The date on which Coretrack determined Shareholders eligible to participate in the Plan, being Shareholders registered on that date with an address in Australia or New Zealand.
Wednesday, 25 March 2015	<b>Dispatch of Offer and Application Forms to Eligible Shareholders</b> Plan is open.
Friday, 24 April 2015	<b>Closing Date</b> The date on which the Plan closes. Applications and payments (including BPAY) must be received by 5.00pm (EST).
Friday, 1 May 2015	<b>Allotment Date</b> The date New Shares are issued.
Monday, 4 May 2015	<b>Despatch Date</b> The date on which holding statements are sent to Shareholders who subscribed for New Shares under the Plan.

The timetable is indicative only and Coretrack may, at its discretion, vary any of the above dates except for the Record Date.

The Offer document, Application Form and Terms and Conditions of the SPP will be forwarded to eligible shareholders on or about 25 March 2015

The Company will apply for quotation of the new shares on the ASX, which will rank equally in all respects with existing Coretrack fully paid ordinary shares.

### Issue of Coretrack shares to Ecopropp shareholders

Coretrack is also pleased to advise of the issue of the first tranche of Coretrack shares to Ecopropp shareholders at an issue price of \$0.011 per Coretrack share. The issue of Coretrack shares to Ecopropp shareholders is pursuant to the terms of the agreements between Coretrack and the Ecopropp shareholders, as outlined in the Coretrack ASX announcement of 12 May 2014, which received Coretrack shareholder approval at a General Meeting held on 25 June 2014.

ENDS

### For further information please contact;

Siegfried Konig  
Executive Director  
Coretrack  
Ph: 0411 111 193

E: [s.konig@ecopropp.com](mailto:s.konig@ecopropp.com)

James Moses  
Media and investor relations  
Mandate Corporate  
Ph: 0420 991 574  
E: [james@mandatecorporate.com.au](mailto:james@mandatecorporate.com.au)

## About Proppants

Proppants are a sand-like commodity which are a major input and cost item in the hydraulic fracturing (fracking) of oil and gas wells. Proppants are pumped into an oil and gas well under pressure to 'prop' open the tiny fractures created in hydrocarbon-bearing shale rocks during fracking, to allow oil and gas to flow from the ground fractures.

Traditional ceramic proppants are made from clay and/or bauxite. Ecopropp's ceramic proppant is majority manufactured from fly-ash, a by-product of coal fired power stations. The Company is of the view that Ecopropp's unique proppant product has the potential to lead the industry due to;

- the widespread availability of fly-ash;
- the fly-ash proppants' ultra-light weight; and
- its ability to withstand very high pressures in deep wells.

Ecopropp's proppants have been certified to meet or exceed both the American Petroleum Institute standards and the ISO standards.

## Background

During May 2014, Coretrack announced that it had entered into an agreement with Queensland-based proppant development company, Ecopropp, which gave Coretrack an Option to acquire 100% of Ecopropp shares subject to the satisfaction of various conditions precedent and the subsequent achievement of certain milestones (refer to ASX announcement dated 12 May 2014). On 18 August 2014 the Company announced that all of the conditions precedent to acquire the Option had been met (refer to ASX announcement dated 18 August 2014). Ecopropp has now commenced the development of a small scale proppant manufacturing plant in Queensland to validate the "scale-ability" of the product and achieve its first milestone.