



## LEAF RESOURCES LIMITED

Sustainable products from plant biomass

**23 October 2015**  
**Australian Securities Exchange Announcement**

### **Placement raises \$1,000,000 - Share Purchase plan announced**

Leaf Resources have received commitments from sophisticated investors for a placement of shares through Lodge Partners. The placement, which will be conducted in two tranches, is for approximately 7.7 million shares at \$0.13 raising approximately \$1,000,000 before costs. The first tranche will settle on the 28<sup>th</sup> October and the second tranche will settle on the 11<sup>th</sup> November 2015. The placement delivered the targeted amount.

The placement price of \$0.13 represents a 13.33 % discount to the closing price on Tuesday 20<sup>th</sup> October 2015, when the shares were suspended and a 15% discount to the 30 day VWAP to that same date.

Leaf Resources will now offer eligible shareholders an opportunity to subscribe for up to \$15,000 in Leaf Resources shares through a Share Purchase Plan (SPP) at the same issue price as the placement \$0.13. If valid applications are received by Leaf Resources for an amount exceeding \$1.0 million Leaf Resources intends to scale back applications to that amount.

Funds raised from the Placement and SPP will be primarily used to continue the commercialisation of Leaf Resource's Glycell™ process in Australasia, the USA and Europe.

#### **Leaf Resources Managing Director Ken Richards commented:**

"Leaf Resources is at an exciting stage of its journey. We recently announced a scoping study on a renewable chemical project, which showed an NPV of \$720 million after tax and after tax IRR of 81%, attractive economics for any project. The funds raised will help us continue to grow our opportunities and to push forward on those opportunities that have been announced.

#### **SPP Details**

Participation in the SPP is open to all Leaf Resources shareholders with a registered address in Australia or New Zealand that were the registered holders of shares at 7.00pm Sydney time on Thursday 22<sup>nd</sup> October 2015.

All new shares issued under the SPP will rank equally with existing Leaf Resources shares. The SPP is not underwritten and applicants under the SPP will not incur brokerage or other transaction costs.

#### **Key dates:**

Event	Date
<b>Record Date</b>	7.00 pm (Sydney time) on 22 October 2015
<b>Announcement Date</b>	23 October 2015
<b>Documents mailed to Eligible Shareholders</b>	28 October 2015
<b>Offer opens</b>	Wednesday 28 October 2015
<b>Offer closes</b>	5.00 pm (Sydney time) on Friday 13 November 2015
<b>Allotment Date</b>	Thursday 19 November 2015
<b>Dispatch of holding statements/ confirmation advices</b>	Friday 20 November 2015

The timetable is indicative only and Leaf may, at its discretion, vary any of the above dates by making an announcement to ASX.



## LEAF RESOURCES LIMITED

Sustainable products from plant biomass

Full details of the SPP will be set out in the Share Purchase Plan Offer, which will be mailed to eligible shareholders shortly.

### About Leaf Resources Ltd (ASX: LER)

Leaf Resources is commercialising the Glycell™ process.

The Glycell™ Process is an innovative technology that uses a low cost, recyclable, biodegradable reagent glycerol, in a simple process that breaks down plant biomass into lignin, cellulose and hemicellulose at low temperature and pressure. The cellulose is then converted to cellulosic sugars through enzymatic hydrolysis and the lignin, hemicellulose and glycerol become valuable co-products.

Cellulosic sugars are a major feedstock for green, renewable biobased chemicals, bioplastics and biofuels, products whose markets are multi \$billions and fast growing. Many biobased products can now economically replace petroleum based products.

The Glycell™ process can produce cellulosic sugars at under \$50 per tonne when co-products are included. This compares with \$220 per tonne for sugars produced from the conversion of corn starch, the cheapest alternative and \$280 per tonne for raw sugar.

By dramatically reducing the cost of the main feedstock for bio based chemicals, plastics and biofuels, the Glycell™ process has the potential to change the face of global renewable production.

### Contacts:

Ken Richards (Managing Director)  
Jay Hetzel (Chairman)

M: +61 403 385 051  
M: +61 413 045 478