

ASX Release: 30 August 2016

ASX: WSG

WolfStrike Issues Convertible Loan Facility & Raises \$1.56M

Technology rentals company, **WolfStrike Rentals Group Limited (ASX: WSG)** is pleased to advise that it has raised \$1.56M under the terms of a Convertible Loan facility. The offer is at 10.5% interest, over a 2 year term with conversion at a 20% discount from the 30 day VWAP. Investors cannot convert until after the first year.

Proceeds from the Convertible Loan Facility will be used to:

- Reduce rent book debt;
- Provide funding for targeted value accretive acquisitions;
- Provide ongoing funding for the growth of the Company's rental book; and
- Provide general working capital.

The principal terms of the Convertible Loan Facility are:

- Unsecured;
- Two (2) year term from the date of issue;
- Convertible into fully paid ordinary shares in the Company (subject to shareholder approval) at a 20% discount to the 30 day VWAP of the conversion date;
- No conversion until after year 1;
- Convertible, at the Company's option, should there be a major transaction; and
- Interest of 10.50% per annum payable monthly in arrears on funds drawn from time to time.

Subject to receiving shareholder approval at the Annual General Meeting, the Company will also issue unlisted options to holders on the following terms:

- An exercise price of \$0.02 per option;
- An exercise date of 24 months from the date of issue; and
- One option for each \$2 invested or up to a total of 1,250,000 options.

The Convertible Loan Facility will reduce financing costs which are currently circa 15% per annum, and should the company undertake a major acquisition transaction, the notes will be able to be converted to equity, adding strength to the balance sheet.

For further information please contact:

Ian Bailey

Managing Director

WolfStrike Rentals Group Limited: AU: +61 2 9247 6844 or NZ: +64 9 282 5953

investors@wolfstrike.net

www.wolfstrike.net

