

ASX Announcement 30 October 2024

K-TIG completes \$500k convertible note capital raising

K-TIG Limited ("K-TIG" or the "Company") is pleased to announce that it has successfully raised A\$500,000 (before costs) through an offer of convertible notes ("Convertible Notes") to a sophisticated investor ("Capital Raise").

The terms of the convertible notes are:

- (i) face value equal to \$1,000;
- (ii) converts automatically into ordinary shares at a 20% discount to the next capital raise;
- (iii) non-redeemable; and
- (iv) The maturity date is 24 months from the issue date.

Conversion to shares is subject to shareholder approval.

The terms and conditions of the Notes are provided in Schedule A.

The Company intends to apply the funds raised from the Capital Raise for working capital purposes, including salaries, ongoing professional services costs, and costs associated with assessing potential acquisition opportunities.

-Ends

This announcement was authorised for issue by the Board of K-TIG Limited.

For more information, please contact:

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K-TIG Limited

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About K-TIG Limited

K-TIG is a transformative, industry disrupting welding technology that seeks to change the economics of fabrication. K-TIG's high speed precision technology welds up to 100 times faster than traditional TIG welding, achieving full penetration in a single pass in materials up to 16mm in thickness and typically operates at twice the speed of plasma welding. K-TIG works across a wide range of applications and is particularly well suited to corrosion resistant materials such as stainless steel, nickel alloys, titanium alloys and most exotic materials. It easily handles longitudinal and circumferential welds on pipes, spooling, vessels, tanks and other materials in a single pass. Originally developed by the CSIRO, K-TIG owns all rights, title and interest in and to the proprietary and patented technology and has been awarded Australian Industrial Product of the Year and the DTC Defence Industry Award.

Forward Looking Statements

Statements contained in this release, particularly those regarding possible or assumed future performance, revenue, costs, dividends, production levels or rates, prices or potential growth of K-TIG Limited, are, or may be, forward looking statements. Such statements relate to future events and expectations and, as such, involve known and unknown risks and uncertainties. Actual results and developments may differ materially from those expressed or implied by these forward-looking statements depending on a variety of factors.

Schedule 1 – Convertible Note Terms

Issuer	K-TIG Limited (KTG)
Investor	Sophisticated, wholesale, professional investors or other investors exempt from offer document disclosure by way of section 708 of the Corporations Act
Face Value	\$1,000 per Note.
Funds Raised	\$500,000
Maturity Date	24 months from the date of issue
Debt Instrument	Prior to the satisfaction of the Conversion Conditions (defined below), the Notes will be debt instruments.
Conversion Conditions	Convert automatically at a 20% discount to the next capital raise. Conversion is subject to shareholder approval.
Placement Capacity / Shareholder Approval	No equity securities will be issued until Shareholder Approval is obtained under Listing Rule 7.1.
Security	The Notes will be unsecured, unsubordinated and rank behind any secured indebtedness of the Company whilst ranking pari-passu as between themselves.
Unquoted	The Notes will be unquoted. KTG will apply for quotation of the Shares issued on conversion.