

Capital Update

Placement to raise \$710k

The Board of Australian Dairy Nutritionals Group (**ADNL**) is pleased to announce that it completed a placement to certain sophisticated investors to raise \$710,000 (**Subscription Amount**) through the issue of 32,272,727 new shares (**New Shares**) at \$0.022 per share (**Placement**) after market close on 11 July 2023. The New Shares were issued without shareholder approval under ADNL's existing Listing Rule 7.1 placement capacity.

The proceeds of the Placement will be used to fund costs associated with the establishment of ADNL's international distribution network including appointing distributors, product compliance and trademark registrations, as well as general working capital costs.

Blue Ocean Equities Pty Ltd acted as lead manager for the Placement.

Issue of Top Up Shares

The Board also wishes to advise that, pursuant to the private placement to raise \$1,000,000 at \$0.03 per share announced to the market on 23 March 2023 (**March Placement**), ADNL has issued a further 12,121,212 new shares to Xin Yang (**Subscriber**).

Under the terms of the March Placement, ADNL agreed to provide the Subscriber with a 'top-up' issue of new shares in the event it conducted a capital raising within 6 months after execution of the subscription agreement for the March Placement at a price less than \$0.03 per share. The 12,121,212 new shares 'top up' the Subscriber's holding as if the price of the March Placement was \$0.022 per new share, consistent with the price of the recently completed Share Purchase Plan and the Placement described above.

The release of this announcement was authorised by the Board of AHF.

Ends

Further Details

For additional company information or media enquiries, please contact:

Australian Dairy Nutritionals Limited

Phone: +61 3 8692 7284

Email: shareholders@adnl.com.au

About Australian Dairy Nutritionals Group

Australian Dairy Nutritionals Group (AHF) is a vertically integrated Australian dairy group which owns high quality organic and organic A2 dairy farms, and a processing facility located in Southwestern Victoria, the 'Golden Triangle' of Australia's dairy industry. In addition to our premium Future range of infant formulas the Group has also commenced production at its infant formula factory of the Ocean Road Dairies infant formula range, Australia's first organic A2 protein infant formula made with farm fresh Australian milk, sourced directly from our organic certified dairy farms.

Disclaimer – Forward Looking Statements

This announcement may include "forward looking statements" within the meaning of securities laws of applicable jurisdictions. These forward-looking statements are not historical facts but are

based on AHF's current expectation, estimates and projections about the industry, in which it operates, and beliefs and assumptions. Readers are cautioned not to place undue reliance on forward looking statements.