

17 June 2019

Attn: Manager of ASX Announcements
Australian Securities Exchange
Level 40 Central Park
152-158 St George's Terrace
Perth WA 6000

OPTION ENTITLEMENT ISSUE

Roots Sustainable Agricultural Technologies Limited (ASX: ROO, **Roots** or **Company**) announces that it is undertaking a pro rata non-renounceable rights issue (**Rights Issue** or **Offer**) on the basis of one (1) listed option to acquire a CDI (**New Option**) for every two (2) CDIs held by those CDI holders registered at the Record Date (set out below) to raise up to \$1,700,752. The price of New Options under the Offer is \$0.04 each (**Issue Price**).

New Options will have an exercise price of \$0.12 per Option and an expiry date which is three years from the date of issue. The Company will apply for quotation of the New Options. The Offer is not underwritten. Everblu Capital Pty Ltd (**EverBlu**) will act as Lead Manager to the Offer and as part of its mandate will receive 3,000,000 Options on the same terms as those the subject of the Offer, a \$15,000 engagement fee and 6% of the gross proceeds raised by the Lead Manager under any shortfall offer.

The funds raised from the Offer are planned to be used towards installation and engineering, sales, marketing and business development, general and administration costs, expenses of the Offer and working capital.

CDI holders on the record date with a registered address in Australia, New Zealand and Israel will be eligible to participate in the Rights Issue.

Roots has a number of options and performance rights on issue (**Convertible Securities**). Holders of Convertible Securities are not entitled to participate in the Offer unless the Convertible Securities are exercised or converted into new CDIs (in accordance with the applicable terms and conditions) and the new CDIs are entered on the Company's register of members on or before 5:00pm (WST) on the Record Date.

The proposed timetable for the Offer is as follows:

Event	Date
Lodgement of Prospectus with the ASIC	Monday, 17 June 2019
Lodgement of Prospectus & Appendix 3B with ASX	Monday, 17 June 2019
Notice sent to Optionholders	Monday, 17 June 2019
Notice sent to CDI Holders	Wednesday, 19 June 2019
Ex date	Thursday, 20 June 2019

Record Date for determining Entitlements	Friday, 21 June 2019
Prospectus dispatched to CDI Holders & Company announces dispatch has been completed	Tuesday, 25 June 2019
Closing Date	Friday, 19 July 2019
ASX notified of under subscriptions	Tuesday, 23 July 2019
Issue date and dispatch of holding statements	Thursday, 25 July 2019
Quotation of Options issued under the Offer	Friday, 26 July 2019

Subject to the Listing Rules, the above dates may be changed without notice.

Further information of the Offer will be sent out in the prospectus which will be lodged with ASIC and ASX on 17 June 2019, and will be mailed to eligible CDI Holders shortly after the Record Date. CDI Holders may view the Company's ASX announcements, including those relating to the Offer, on the ASX website under the ASX code ROO.

Any Entitlement not taken up pursuant to the Offer will form the Shortfall Offer. The Shortfall Offer will be a separate offer made pursuant to the prospectus and will remain open for up to three months following the Closing Date.

Persons should consider the prospectus before deciding whether to acquire securities and eligible CDI Holders will need to complete the personalised entitlement and acceptance form that will accompany the prospectus in order to apply for New Options under the Offer.

For and on behalf of the Board



Sarah Smith
(Company Secretary)