



ASX RELEASE

2 August 2022

Successful completion of Institutional Entitlement Offer

Highlights:

- Carbonxt completed the Institutional Entitlement Offer component of its 1-for-4 partially underwritten, non-renounceable accelerated entitlement offer to raise a maximum of \$6.6 million (\$2.0 million underwritten) (Offer)
- The Institutional Entitlement Offer raised approximately \$0.4 million from existing institutional and wholesale investors
- Proceeds from the Offer will be applied to construction and development of Carbonxt's Kentucky-based Activated Carbon Pellet and Granular Activated Carbon processing plant in Joint Venture with private US investor KCP
- In addition to the Offer, Carbonxt has signed term sheets for \$5 million of convertible notes with two Australian institutional investors, and the extension of the PURE Asset Management debt facility by an additional \$8.5 million
- The Retail Entitlement Offer will open on Friday, 5 August 2022

Carbonxt Group Limited (ASX:CG1) (**Carbonxt** or **Company**) is pleased to announce the successful completion of the institutional component of the accelerated non-renounceable entitlement offer (**Institutional Entitlement Offer**), details of which were announced on Friday, 29 July 2022.

The Institutional Entitlement Offer raised \$0.4 million and will result in the issue of approximately 2.9 million new fully paid ordinary securities in CG1 (**New Securities**) at an issue price of \$0.14 per security (**Offer Price**).

CG1 expects to re-commence trading on the ASX on an ex-entitlements basis from market open today, Tuesday, 2 August 2022.

As reported last week, funds from the Offer are being applied to the construction of a state-of-the-art activated carbon plant which is being developed in a JV with local US partner KCP, a private US business. Once operational, CG1's total annual production capacity of activated carbon powder and pellet products increases 57% to 25,000 tonnes per annum.



Comment

Carbonxt Managing Director, Warren Murphy, commented: *"The Joint Venture with KCP and the development of the Kentucky production plant represents a transformational development for CG1, bringing considerable added product capacity which strengthens our market presence and of course revenue and margins. We believe that the new Kentucky facility will be the greenest and most sustainable production facility of specialty activated carbon anywhere in the world which will give us a unique selling point in the market. I look forward to updating shareholders more regularly as the plant takes shape and we deliver pre-orders for all of the production capacity."*

The New Securities issued under the Institutional Entitlement Offer will be settled on Tuesday, 9 August 2022 and are expected to commence trading on the ASX on a normal settlement basis on Thursday, 11 August 2022.

Commencement of the Retail Entitlement Offer

The retail component of the accelerated non-renounceable entitlement offer (**Retail Entitlement Offer**) will open at 9:00am (Sydney time) on Friday, 5 August 2022 and closes at 5:00pm (Sydney time) on Friday, 2 September 2022.

Eligible securityholder who hold securities in CG1 as at 7:00pm (Sydney time) on the record date of Tuesday, 2 August 2022 and have a registered address in Australia or New Zealand (**Eligible Retail Securityholders**) will be invited to participate.

Further details on the Retail Entitlement offer will be provided in the retail offer booklet which will be sent to Eligible Retail Securityholders and announced on the ASX on Friday, 5 August 2022.



Key dates

Activity	Date
Announcement of trading halt and capital raising	Friday, 29 July 2022
Institutional Entitlement Offer and bookbuild commences	Friday, 29 July 2022
Carbonxt comes out of trading halt and announces the results of the Institutional Entitlement Offer	Tuesday, 2 August 2022
Record Date for participation in Entitlement Offer (7.00pm (AEST))	Tuesday, 2 August 2022
Retail Entitlement Offer opens and despatch of Retail Offer	Friday, 5 August 2022
Settlement of Institutional Entitlement Offer	Tuesday, 9 August 2022
Allotment of Institutional Entitlement Offer shares	Wednesday, 10 August 2022
Retail Entitlement Offer closes	Friday, 2 September 2022
Announcement of results of Retail Entitlement Offer	Tuesday, 6 September 2022
Settlement of Retail Entitlement Offer	Thursday, 8 September 2022
Allotment of Retail Entitlement Offer shares	Friday, 9 September 2022
Normal trading resumes on all shares	Monday, 12 September 2022

*IMPORTANT NOTE: The indicative timetable above is subject to change without notice. The Company reserves the right to amend any or all of these dates and times, subject to the Corporations Act, the ASX Listing Rules and other applicable laws.

This announcement has been authorised for release to ASX by the Board of Directors of Carbonxt Group Limited.

ENDS

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About Carbonxt

Carbonxt (ASX:CG1) is a cleantech company that develops and markets specialised Activated Carbon products, primarily focused on the capture of mercury and other contaminants in industrial processes that emit substantial amounts of harmful pollutants. The Company produces and manufactures Powdered Activated Carbon and Activated Carbon pellets for use in industrial air purification, waste water treatment and other liquid and gas phase markets.