



26 March 2020

ANO Business Update

Zinc Production

ANO continues to produce zinc oxide and one of our large customers in the US has reconfirmed their prior orders for 80 MT plus for April, May and June.

We are sending additional final products (powder and dispersions) to the US and Europe and will continue to do this on a weekly basis. Despite two countries temporarily closing production facilities, we have raw material in stock and in transit and have placed additional orders from our supplier in a third country. We will have sufficient raw materials to meet future zinc oxide orders well into the next year if current trends persist.

Merck

We have today received two new orders from Merck which doubles their orders for calendar 2020 to \$3.2 million. Again, we have placed significant orders for raw materials and are investing in spare parts to ensure we have continuous supply of Alusion to Merck over the next 12 months.

Zinc Gluconate Production

ANO is looking into the production of zinc gluconate with lab trials about to start. Given the current worldwide shortage, ANO will look to distribute this product to Europe, where no TGA approvals are required, as soon as possible.

COVID-19 – Remote Setup

Software has been installed successfully by SenterpriSys Limited to allow key functions within the business to be completed by staff from home if required.



Collection House Limited (“CLH”) & ASX

Many of our shareholders may be unaware that our Chairman is currently in court with the ASX and CLH as a result of the ASX publishing a market release for CLH which was defamatory towards our Chairman. Further, CLH remains voluntary suspended. More concerning is that the issues raised by our Chairman appear to be the reasons CLH has extended its voluntary suspension for now 2 months.

ANO believes this is in part one of the reasons we are having difficulties and delays with the ASX at present.

Margin Calls

In addition, we confirm to the market that the ASX have raised rumours in regards to margin calls by Directors on Wednesday morning, 18 March 2020. The Board confirms to all shareholders that there are no margin loans in place by any Director.

Update on Suspension

It is astonishing that the ASX would seek to impose forced suspension of ANO’s shares for what can only be understood to be a result of the brevity of some responses (which were in the Board’s view the appropriate factual responses to ASX’s questions). The ASX has offered no clarification as to why the brevity is not acceptable to them nor have they tried to reframe their questions to elicit a different answer.

So, shareholders are aware, some of the questions raised by the ASX were technical in nature and in, the Board’s view, only capable of answer by reference to the patent and the scientific papers referred to therein. It is not appropriate for the Company to attempt to summarise for the ASX matters of such a technical and scientific nature, at the risk of being accused of not effectively summarising the matter. The only appropriate response in the Board’s view is to direct the ASX to the source documents where all the technical detail is available. Of course, this is the Company’s best guess at the ASX’s concerns as it has to date not offered any additional guidance on which responses are deficient or why.

NASDAQ Investigation

In light of the current situation between our Company and the ASX, and given 70% of our sales are in the US and our market capitalisation is in excess of \$200 million, the Board is going to investigate listing on NASDAQ. We apologise to our shareholders and the Board will attempt to resubmit our announcement to have our suspension lifted as soon as possible.

Authorised by:

Geoff Acton (B.Com CA)

Managing Director