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\$8 MILLION IN FUNDING SECURED

- Middle East based Negma Group to subscribe to \$8 Million in shares over 12 months with an option for a further \$4 Million investment
- Shares to be issued in monthly tranches based on a ten day VWAP with 8% discount

Magnis Energy Technologies Limited (“**Magnis**” or the “**Company**”) is pleased to announce that it has secured \$8 Million in funding from Middle East based Negma Group (“**Negma**” or the “**Subscriber**”).

Negma will provide up to \$8 Million over the course of 12 months with a maximum monthly subscription of \$700,000. The price of the shares issued will be at an 8% discount to the previous ten day Volume Weighted Average Price (“**VWAP**”). The Company has the flexibility to call the monthly amounts and can cancel the agreement at any stage without a penalty.

An option for an additional \$4 Million subscription is on offer at the same terms.

The funds will be used for working capital and advancing all projects.

In addition, an issue of 4,000,000 Unlisted Options in the Company at a exercise price of \$0.40 per share with an expiry date of 30 April 2021 is offered subject to the necessary Shareholder approvals.

Key Terms of the Subscription

Subscriber	Negma Group Ltd
Maximum Committed Capital	A\$8,000,000
Payment amount per month	Maximum A\$700,000 per month over 12 months
Commitment Fee	A Commitment Fee of 5% of Maximum Committed Capital equal to \$400,000 payable in the form of Magnis Shares at \$100,000 per month for the first 4 months of the overall Subscription

Subscription Date	On the first day of each month
Magnis Shares to be issued on subscription	The number of Magnis Shares which must be issued to the Subscriber for each subscription will be determined using a price that is an 8% discount to the ASX Volume Weighted Average Price [VWAP] of Magnis Shares during the 10 Trading Days immediately prior to the date of the Conversion Notice

Negma Chairman Aboudi Gassam commented: “At Negma we constantly look for undervalued opportunities in this sector and we believe that this is the best time to become part of Magnis shareholder family. Magnis has built a unique portfolio from mining to Li-ion Batteries plants. We look forward to working with the experienced team in Magnis and assisting with the funding of their projects.”

Magnis Managing Director Marc Vogts commented: “We have been looking for the best option to avoid dilution at these current pricing levels while securing working capital for the next 18 months and we believe this option is ideal for us. Negma has been excellent to deal with and we look forward to working closely together.”

For further information, please contact:

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