

## ASX RELEASE

25 March 2020

### SECOS raises \$1.1m to support growth

#### Highlights:

- **Strong support from existing shareholders**
- **Directors and management amongst the investors**
- **Funds will primarily be used to support sales growth**

The Board of sustainable and eco-friendly Biopolymer producer SECOS Group Limited (ASX: SES, "the Company") is pleased to advise that it has secured commitment from a number of sophisticated investors, major shareholders, Directors and management for a placement of shares. The placement will raise approximately \$1.1m to supplement the Company's current cash on hand of circa \$1.5m bringing the total cash balance as of today to circa \$2.6m.

Directors' shares will be issued subject to shareholders' approval at the Company's next Annual General Meeting.

Circa 22 million shares will be issued at \$0.05 per share within LR7.1 capacity.

Funds raised via the placement will supplement the Company's existing cash balance to provide the necessary working capital to ensure the Company fulfills new purchase orders. The funding will also support the Company's continuous expansion of Biopolymer resin capacity and will serve as a buffer against any unforeseen impacts (including the impact of Covid-19) over the near to medium term.

SECOS Chairman, Richard Tegoni, said: "The decision to raise funds at this point of time will ensure the Company's ongoing success and further strengthen the Company's balance sheet. Although we have experienced some short-term plant shutdowns as a result of Covid-19, the overall impact on the business has been minimal as SECOS products are sold into markets such as food, medical and hygiene sectors which are essential to daily life. The successful placement will allow SECOS to continue to grow with a strong balance sheet and low levels of debt"

#### For more information, please contact:

**Richard Tegoni**

Executive Chairman

+61 411 110 901

[r.tegoni@secosgroup.com.au](mailto:r.tegoni@secosgroup.com.au)

---

**SECOS Group Limited (ASX: SES)**

ACN 064 755 237

Level 2, Suite 6, 205-211 Forster Road Mount Waverley VIC 3149 Australia

t: +613 8566 6800 e: [info@secosgroup.com.au](mailto:info@secosgroup.com.au) [www.secosgroup.com.au](http://www.secosgroup.com.au)

## About SECOS Group Limited

---

SECOS Group Limited (ASX: SES) is a leading developer and manufacturer of sustainable packaging materials. Based in Melbourne, Australia, SECOS supplies its proprietary biodegradable resins, packaging products and high-quality cast films to a blue-chip global customer base. SECOS Group is integrated from resin production, into film (cast and blown) production and can develop bespoke compostable solutions for a range of applications.

SECOS holds a strong patent portfolio and the global trend toward sustainable packaging is fueling the Company's growth.

The Company's headquarters and Global Application Development Centre are based in Melbourne, Australia. SECOS has a Product Development Centre and manufacturing plant for resins and finished products in China and resins plant in Malaysia. The Company also has manufacturing plants for high quality cast films in Malaysia.

SECOS has sales offices in Australia, Malaysia, China and USA, with a network of leading distributors across the Americas, Europe, Asia, the Middle East, Africa and India.