



26 July 2023

Dear Shareholder.

ALTECH BATTERIES LTD – PARTIALLY UNDERWRITTEN PRO-RATA NON-RENOUNCEABLE ENTITLEMENT OFFER

Altech Batteries Ltd (ACN 125 301 206) (ATC/Company) has announced a non-renounceable partially underwritten Entitlement Offer of one (1) fully paid ordinary share in the capital of the Company (Share) for every eight (8) Shares held, at an issue price of \$0.07 per Share, to raise up to \$12,859,201 (**Offer**). The Company lodged a Prospectus for the Offer (Prospectus) with ASIC and ASX on 18 July 2023.

This Offer is partially underwritten by Deutsche Balaton Aktiengesellschaft and Delphi Unternehmensberatung Aktiengesellschaft to the value of \$6,700,000 (Underwriter), which includes the Underwriter's entitlement under the Offer.

On the completion of the Offer and full take-up of entitlements, the Board believes the Company will have sufficient working capital to further progress its CERENERGY® and Silumina Anodes™ projects. For further specifics of the use of funds please refer to section 3.1 of the Prospectus.

Following completion of the Offer, assuming any shortfall is subsequently placed, and the full subscription is raised, the Company will have issued approximately 183,702,876 Shares resulting in total Shares on issue of 1,653,325,888.

We are writing to you as an eligible shareholder on the Record Date, entitled to participate in the Offer.

How to access the Offer

1. **ONLINE** – The Prospectus and your personalised Entitlement and Acceptance Form (including the BPAY and EFT payment details) can be accessed via the following website: <https://nreo.altechgroup.com/>.

The Prospectus can also be accessed via the Company's website: www.altechgroup.com .

2. **PAPER** – Request a paper copy of the Prospectus and your personalised Entitlement and Acceptance Form from the Company Secretary, Mr Martin Stein, by phone on: +61 8 6168 1555 or by email at: info@altechgroup.com.

The Offer closes at 5:00pm (WST) on Friday, 4 August 2023 and all payments must be received not later than that date and time.

Participation in Offer

The number of Shares for which you are entitled to apply for under the Offer (Entitlement) is shown on your personalised Entitlement and Acceptance Form. Fractional entitlements will be rounded down to the nearest whole number.

Any Entitlement not taken up pursuant to the Offer will form the shortfall (Shortfall Offer). Eligible Shareholders who wish to subscribe for additional Shares above their Entitlement are invited to apply for shortfall by making payment for such shortfall in accordance with section 2.3 of the Prospectus. The directors and the Underwriter reserve the right to issue shortfall at their absolute discretion.

Applications

If you wish to access the online application system, you will need to provide your Securityholder Reference Number (SRN) or Holder Identification Number (HIN) and postcode and follow the instructions provided including making payment by BPAY for the Securities you wish to subscribe for.

If you are unable to access <https://nreo.altechgroup.com/>, then you can obtain a copy of the Prospectus and your Entitlement and Acceptance Form by contacting the Company Secretary on +61 8 6168 1555 and asking them to mail a paper copy of the Prospectus and your Entitlement and Acceptance Form to you free of charge.

Actions required of Eligible Shareholders

There are a number of actions you may take:

- accept your full Entitlement;
- accept your full Entitlement and apply for additional Shares as part of the Shortfall Offer;
- take up a proportion of your Entitlement and allow the balance to lapse; or
- if you do not wish to accept all or part of your Entitlement, you are not obliged to do anything.



Key dates for the Offer

Event	Date
Company requests trading halt from ASX	Pre-market open on Thursday, 13 July 2023
Announcement of Placement, Entitlement Offer and Appendix 3B lodged with ASX	Pre-market open on Monday, 17 July 2023
Trading halt lifted	Monday, 17 July 2023
Lodgement of Prospectus with the ASIC & ASX	Pre-market open on Tuesday, 18 July 2023
Ex date	Thursday, 20 July 2023
Settlement of Shares under Placement	Thursday, 20 July 2023
Issue of Shares under Placement	Friday, 21 July 2023
Record Date for determining Entitlements	5:00pm (AWST) on Friday, 21 July 2023
Quotation of Shares issued under Placement	Monday, 24 July 2023
Entitlement Offer opening date, Prospectus sent out to Shareholders and Company announces this has been completed	Wednesday, 26 July 2023
Last day to extend the Closing Date	Tuesday, 1 August 2023
Closing Date as at 5:00pm*	Friday, 4 August 2023
ASX and Underwriters notified of under subscriptions	Monday, 7 August 2023
Underwriters subscribe for Shortfall under terms of Underwriting	Wednesday, 9 August 2023
Issue date and lodgement of Appendix 2A with ASX applying for quotation of the Shares issued under the Entitlement Offer	Friday, 11 August 2023
Quotation of Shares issued under the Entitlement Offer*	Monday, 12 August 2023

*The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date. Accordingly, the date the Shares are expected to commence trading on ASX may vary.

You should read the entire Prospectus carefully and seek professional advice before deciding whether to invest in the Offer. If you have any queries concerning the Offer, or the action you are required to take to subscribe for Securities, please contact your financial adviser or Mr Martin Stein, the Company Secretary, on +61 8 6168 1555.

Yours sincerely.

Iggy Tan
Managing Director
ALTECH BATTERIES LTD

