



7 August 2023

ALTECH - CLOSE OF ENTITLEMENT OFFER & TOTAL FUNDS RAISED OF \$13.3M

Altech Batteries Limited (Altech or Company) (ASX: ATC) (FRA: A3Y) advises that, in accordance with the indicative timetable, the Company's pro-rata non-renounceable entitlement offer of one fully paid ordinary share in the capital of the Company (Share) for ever eight Shares held by eligible shareholders on the record date of 21 July 2023, at an issue price of \$0.07 per Share to raise up to \$12,859,201 (Entitlement Offer), closed at 5:00pm on Friday, 4 August 2023.

The Company received applications to subscribe for 80,548,247 new Shares from eligible shareholders, which represents approximately 44% of all Shares offered under the Entitlement Offer.

Chief Financial Officer Mr Martin Stein stated "Altech is extremely pleased with the support that our shareholders have provided with the take up of the Entitlement Offer. Together with the recent placement that raised \$3,000,000, and with the \$6,700,000 underwritten for the Entitlement Offer, total proceeds have been raised of \$13,300,208. Directors have also participated in the Offer, and together with the underwriting by major German shareholders Deutsche Balaton and Delphi, this sends a strong message of support for both the CERENERGY® and Silumina Anodes™ battery projects. Funds received will be applied to both of these projects, as Altech commercialises the 100MWh CERENERGY® battery production plant as well as the 10,000tpa Silumina Anodes™ battery materials plant, with both projects to be constructed on Altech's land in Germany. Altech believes that as the world turns to the electrification of energy solutions, these projects are well placed with enormous potential upside. We continue to work hard to maximise these projects for the benefit of all of our loyal shareholders".

The Company advises that the results of the Entitlement Offer are as follows:

Total number of Shares offered under the Entitlement Offer	183,702,876
Total number of Shares applied for by eligible shareholders under the Entitlement Offer	80,548,257
Shortfall underwritten by Deutsche Balaton and Delphi	66,597,544
Remaining Shortfall	36,557,075

The Company is in consultation with the underwriters to the Entitlement Offer, Deutsche Balaton Aktiengesellschaft and Delphi Unternehmensberatung Aktiengesellschaft, to allocate shortfall applications in accordance with the allocation policy set out in section 2.7 of the Entitlement Offer prospectus dated 18 July 2023 (Shortfall Offer). The Shortfall Offer is a separate offer made pursuant to the prospectus and will remain open for up to three months following the closing date of Friday, 4 August 2023.

Altech Batteries Interactive Investor Hub

Engage with Altech directly by asking questions, watching video summaries and seeing what other shareholders have to say about this, as well as past announcements, at our Investor Hub <https://investorhub.altechgroup.com>

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About Altech Batteries Ltd (ASX:ATC) (FRA:A3Y)

CERENERGY® Batteries Project

Altech Batteries Ltd is a specialty battery technology company that has a joint venture agreement with world leading German battery institute Fraunhofer IKTS ("Fraunhofer") to commercialise the revolutionary CERENERGY® Sodium Chloride Solid State (SCSS) Battery. CERENERGY® batteries are the game-changing alternative to lithium-ion batteries. CERENERGY® batteries are fire and explosion-proof; have a life span of more than 15 years and operate in extreme cold and desert climates. The battery technology uses table salt and is lithium-free; cobalt-free; graphite-free; and copper-free, eliminating exposure to critical metal price rises and supply chain concerns.

The joint venture is commercialising its CERENERGY® battery, with plans to construct a 100MWh production facility on Altech's land in Saxony, Germany. The facility intends to produce CERENERGY® battery modules to provide grid storage solutions to the market.



Silumina Anodes™ Battery Materials Project

Altech Batteries has licenced its proprietary high purity alumina coating technology to 75% owned subsidiary Altech Industries Germany GmbH (AIG), which has commenced a definitive feasibility study for the development of a 10,000tpa silicon/graphite alumina coating plant in the state of Saxony, Germany to supply its Silumina Anodes™ product to the burgeoning European electric vehicle market.

This Company recently announced its game changing technology of incorporating high-capacity silicon into lithium-ion batteries. Through in house R&D, the Company has cracked the "silicon code" and successfully achieved a 30% higher energy battery with improved cyclability or battery life. Higher density batteries result in smaller, lighter batteries and substantially less greenhouse gases, and is the future for the EV market. The Company's proprietary silicon graphite product is registered as Silumina Anodes™.

The Company is in the race to get its patented technology to market, and recently announced the results of a preliminary feasibility study (PFS) for the construction of a 10,000tpa Silumina Anode™ material plant at AIG's 14-hectare industrial site within the Schwarze Pumpe Industrial Park in Saxony, Germany. The European graphite and silicon feedstock supply partners for this plant will be SGL Carbon and Ferroglobe. The project has also received green accreditation from the independent Norwegian Centre of International Climate and Environmental Research (CICERO). To support the development, AIG has commenced construction of a pilot plant adjacent to the proposed project site to allow the qualification process for its Silumina Anodes™ product. AIG has executed NDAs with two German automakers as well as a European based battery company.



HPA Production Project

Altech is also further aiming to become a supplier of 99.99% (4N) high purity alumina (Al₂O₃) through the construction and operation of a 4,500tpa high purity alumina (HPA) processing plant at Johor, Malaysia, and has finalised Stage 1 and Stage 2 construction of its HPA plant in Johor, Malaysia. Feedstock for the plant will be sourced from the Company's 100%-owned near surface kaolin deposit at Meckering, Western Australia and shipped to Malaysia. The HPA project is significantly de-risked with a bankable feasibility study completed, senior lender project finance from German government owned KfW IPEX-Bank approved, and a German EPC contractor appointed – with initial construction works at the site completed. In addition to the senior debt, conservative (bank case) cash flow modelling of the HPA plant shows a pre-tax net present value of USD 505.6million at a discount rate of 7.5%. The project generates annual average net free cash of ~USD76million at full production. Altech is in the final stages of project finance with a potential raising of US\$100m of secondary debt via the listed green bond market. In addition, US\$100m of project equity is being sought through potential project joint venture partners.