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ASX Announcement – 18 July 2019

Keytone Dairy Corporation Ltd (ASX:KTD) (“Keytone” or the “Company”) is pleased to announce it has closed the Share Purchase Plan (“SPP”) (announced to the market on 17 June 2019). The SPP was undertaken, at \$0.43 per share, to partially fund the acquisition of Omniblend Pty Ltd (“Omniblend”) in addition to the previously announced placement of \$8.0 million to new institutional and sophisticated investors at the same price (“Placement”), which was oversubscribed.

The required funding for the acquisition of Omniblend, being \$18.0m, has now been raised in full. The SPP raised \$8.7m from existing and eligible shareholders of the Company, and the balance of \$1.3m was placed with institutional and sophisticated investors. The \$1.3m balance of shares will be issued under the Company’s placement capacity, pursuant to Listing Rule 7.1.

Peter James, Chairman of Keytone, said: “It is very pleasing the full amount of \$18.0 million has been raised to fund the strategic acquisition of Omniblend. The exceptional level of demand for further investment in the Company highlights the quality of the acquisition of Omniblend and the Keytone business. The close of the SPP follows the oversubscribed \$8.0 million Placement announced on 19 June 2019, and we are delighted with the support shown by both new and existing shareholders”.

“Omniblend provides Keytone with a strong platform for growth into the health and wellness sector and leveraging both Keytone’s and Omniblend’s proprietary brands into Asia, particularly China.”

Settlement of both the Placement and SPP is expected to occur on 29 July 2019, following shareholder approval at the Company’s AGM on Friday 26 July 2019. The new shares issued under the Placement and SPP will rank equally with existing Keytone ordinary shares on issue.

For Further Information

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