

Successful capital raise to accelerate growth

HIGHLIGHTS

- **SRJ successfully raises A\$800k to pursue acquisition opportunities**
- **Funding delivered through binding commitments from several investors**
- **Convertible Note participation reinforces support for SRJ's growth strategy**

SRJ Technologies Group (ASX: SRJ; "SRJ" or "the Company") is pleased to announce it has raised approximately A\$800k in binding commitments from several investors to fund Company growth.

Funds raised will support SRJ to pursue acquisition opportunities and fund sales and marketing initiatives, as well as provide general working capital.

The capital raised further solidifies the Company's position as SRJ advances its vision to become a global leader in asset integrity solutions for the energy industry.

This includes equipping industry with innovative products and solutions, utilising the latest in asset management technology to maintain safe, efficient and productive operations.

The binding commitments were received from sophisticated and professional investors and are in relation to the issue of convertible notes (Convertible Notes).

Commenting on the capital raising, SRJ Chief Executive Officer Alex Wood said:

"I would like to thank this group of investors for reinforcing their support in SRJ's growth strategy, as we venture into an exciting phase of new opportunities and growth for the Company.

"We are working to advance acquisition opportunities, which should both lead to increased revenue and value for shareholders.

"I look forward to providing further updates as we progress these opportunities."

The issue of the Convertible Notes is within the Company's placement capacity restrictions under ASX Listing Rule 7.1 and is not subject to shareholder approval.

The Company's Board of Directors determined the terms of the Convertible Notes are more favourable to the Company than a capital raising via the issue of ordinary shares/CDIs. The transaction avoids a direct equity raise being conducted at a time when the Company is focused on new sales opportunities. Importantly SRJ also has the option to redeem the Convertible Notes prior to their maturity, providing greater flexibility.

The key terms of the Convertible Notes are set out in the schedule to this announcement.

- Ends -

This announcement has been authorised for release by the CEO.

FOR FURTHER INFORMATION PLEASE CONTACT

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FOR FURTHER INFORMATION PLEASE CONTACT

ABOUT SRJ TECHNOLOGIES

SRJ Technologies provides specialised engineering services and containment management solutions, elevating customer's integrity management performance.

We see real value in offering a wider range of asset integrity consulting services helping our customers to better understand the operational risks and where best to focus resource to minimise these risks.

SRJ's range of industry accredited products are designed to maintain and assure the integrity of pressure containment systems and therefore play an important role in the overall integrity of operating facilities.

Using pre-qualified service providers and manufacturers local to customer, SRJ is geolocation flexible and able to deliver a range of high quality, agile and cost-conscious solutions globally.

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SCHEDULE A - SUMMARY OF KEY TERMS OF CONVERTIBLE NOTES

Term	Description
Face Value	Face value in respect of each Convertible Note is A\$1.00 (Face Value).
Rank and security	The Convertible Notes are secured and with such security entitling a Note Holder to priority on an Insolvency Event or similar event.
Maturity Date	The maturity date of the Convertible Notes is 12 months from the date of issue.
Repayment on maturity	Unless earlier converted or redeemed, all Notes held by a Note Holder must be redeemed by the Company on the Maturity Date, unless the Note Holder has earlier provided the Issuer with a Voluntary Conversion Notice, in which case the Notes and accrued interest will be converted into CDIs or Shares.
Conversion	<p>Automatic Conversion</p> <p>The Company must notify each Note Holder in writing as soon as practicable on becoming aware that an Alternative Capital Raising has been approved by the Board. All Notes on issue will automatically be converted by the Company into Shares or CDIs in accordance with a standard conversion clause being the face value divided by the higher of the Alternative Capital Raising Price and \$0.075.</p> <p>Voluntary Conversion</p> <p>A Note Holder may, by written notice to the Company not less than 14 days prior to the Maturity Date elect to convert some or all of its Notes into CDIs or Shares. All Notes on issue will be converted into Shares or CDIs in accordance with a standard conversion clause being the face value divided by the higher of the Alternative Capital Raising Price and \$0.075.</p>
Interest	Any Interest accruing at any time in respect of a Note will be capitalised on the Interest Repayment Date for that Note up to and including the Interest Repayment Date. Interest will be at 12% per annum.
Events of default:	The Convertible Notes contains customary events which will trigger an event of default, including but not limited to, the occurrence of insolvency events, or the occurrence of an event causing a material adverse effect on the Company.
Transferability	The Notes may not be transferred except to an Affiliate or with the prior approval of the Board

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