

ASX RELEASE

11 November 2019

ASX code: ABV

Convertible Note debt substantially reduced by \$1.45 million

Highlights:

- **Conversion of convertible notes results in ABT substantially reducing a material debt**
- **Remaining convertible note liability will be extinguished before year end**
- **Conversion by note holders demonstrates confidence in the future direction of ABT**
- **ABT now well positioned to implement its growth strategy**
- **Significant reduction in debt levels likely to attract a broader shareholder base**

Advanced Braking Technology Limited (ASX: ABV) ('ABT' or 'the Company') is pleased to advise that a significant portion of convertible note holders have elected to convert their notes into shares prior to their maturity date of 31 December 2019.

The decision by note holders to convert their notes into shares results in a material debt being extinguished from the future funding obligations of the Company.

The decision by note holders is significant as it demonstrates their confidence in the future direction of ABT and results in the Company being in a much better financial position to implement its growth strategy.

Partial conversion of Convertible Notes

The Company has received Conversion Notices requesting the conversion of \$1,450,833 in convertible notes into 72,541,668 ordinary shares in the Company.

These notices are in addition to the recent Conversion Notices received for the conversion of \$29,000 convertible notes, and which were the subject of the Appendix 3B lodged with the ASX on 23rd October and 29th October 2019.

As a result of these Conversion Notices, the Company's convertible note liability has been reduced to approximately \$152,000.

The Company has issued a Redemption Notice to each of the remaining note holders, which provides 30 days notice that unless the note holder elects to convert to shares within that period, the company will redeem the remaining notes for cash.

The receipt of the Conversion Notices and the issuing of the Redemption Notices to the remaining note holders ensures the entire convertible note liability will be fully extinguished by the 11th December 2019. It is the Company's intention that any remaining convertible note liability will be paid from existing cash reserves.

ABT CEO, Mr John Annand stated, *“the Company has made significant progress in improving its financial performance in the last 12 months whilst simultaneously pursuing opportunities that have resulted in product, customer and industry diversification. This progress has provided note holders with the confidence to convert their notes into shares and results in the Company being in a much stronger financial position to allow it to implement its strategy. Importantly, the reduction in debt will ensure that ABT becomes an attractive investment option for a broader range of investors.*

The Company would like to thank note holders for their continued support of ABT and having the confidence and trust in the new management team to deliver on the growth strategy which is expected to generate increased shareholder value.

With this material reduction in debt levels we look forward to implementing our growth strategy in a structured and disciplined manner and advising shareholders of our progress.”

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About Advanced Braking Technology

Advanced Braking Technology Ltd (ABT) designs, manufactures and distributes its innovative braking solutions worldwide. From its head office in Perth, Western Australia, ABT continues to develop its product portfolio for a diverse range of industries that have a strong requirement for safety and environmental responsibility, including the mining, defence, civil construction and waste management industries.

ABT’s innovative braking solutions are well known for their unparalleled safety, improved productivity, zero emissions and durability in the world’s harshest conditions. As its reputation has grown, demand for ABT's brakes has expanded internationally with its braking solutions being used in all 7 continents across the globe.