

**ASX RELEASE**

**11 December 2019**

**ASX code: ABV**

## **ABT extinguishes remaining Convertible Note debt**

### **Highlights:**

- **ABT is now substantially debt free**
- **Conversion by note holders demonstrates confidence in the future direction of ABT**
- **Company is 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 it has extinguished the remaining Convertible Note liability prior to its 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.

### **Convertible Note debt fully extinguished**

On 11<sup>th</sup> November 2019 the Company issued a Redemption Notice to each of the remaining note holders, which provided 30 days notice that unless the note holder elected to convert to shares within that period, the company will redeem the remaining notes for cash.

Subsequent to the issuing of the Redemption Notices, the Company has received further Conversion Notices requesting the conversion of \$115,033 in convertible notes into 5,751,666 ordinary shares in the Company. These notices were the subject of the Appendix 3B lodged with the ASX on 10<sup>th</sup> December 2019.

As a result of these Conversion Notices, the Company's convertible note liability was reduced to approximately \$7,000. This remaining liability has today been paid to those note holders that had not elected to convert their holdings into shares. As a result, any remaining convertible note liability has now been fully extinguished and with the exception of some minor equipment leases the Company is now substantially debt free.

ABT CEO, Mr John Annand stated, *“it is pleasing to advise shareholders that of the \$1.63 million of Convertible Notes that were extended on 30<sup>th</sup> June 2019, note holders have elected to convert approximately \$1.62 million into shares. The confidence shown by note holders to convert demonstrates the significant progress made in improving the Company’s financial performance in the last 12 months whilst simultaneously pursuing opportunities that have resulted in product, customer, industry and geographic diversification. With the Company now being substantially debt free, we are now well positioned to implement our growth strategy whilst at the same time becoming 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 significant reduction in debt levels we look forward to implementing our growth strategy in a structured and disciplined manner and advising shareholders of our progress.”*

**- ENDS -**

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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.