

ASX RELEASE

17 September 2020

ASX code: ABV

ABT receives tax offset for eligible R&D spend

Highlights:

- **ABT receives \$0.5 million tax offset for eligible research and development (R&D) expenditure**
- **Funds to be used to progress material opportunities that align to the implementation of the ABT strategy**

Advanced Braking Technology Limited (ASX: ABV) ('ABT' or 'the Company') is pleased to advise it has received approximately \$534,000 as a refundable tax offset for eligible research and development expenditure relating to the development of its innovative braking solutions.

Importantly, due to the improved financial performance and position of the Company, there was no requirement to enter into a R&D prepayment loan facility to assist with cash flow management, which means the entire \$0.5 million is immediately available as working capital. Furthermore, by not having to enter into a R&D prepayment loan arrangement means the Company has saved on both loan establishment and interest costs.

ABT CEO, Mr John Annand commented, *"the ability to utilise the full tax offset as additional working capital comes at a time when ABT is progressing material opportunities that are aligned to the strategic direction of the company. We are pursuing high impact growth opportunities in markets that require both our existing products but also innovative braking systems for transport and mobility solutions of the future, and the receipt of these funds will assist in capturing these growth opportunities."*

This release is authorised by the Board of Directors.

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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 seven continents across the globe.