

MEDIA/ASX RELEASE

5<sup>th</sup> August 2013

## Advanced Braking Technology Raises \$1.795 million in Convertible Note Offer

---

**Advanced Braking Technology Ltd (ASX:ABV)** today announced it has secured commitments to raise \$1.795 million in a convertible note offer to sophisticated, professional and experienced investors.

The convertible notes will attract a 12% per annum coupon rate, and are convertible into ordinary ABV shares at any time, up to and including a 3 year maturity date. The notes will convert at \$0.022 per share, a premium of 48% premium to the previous 30 day Volume Weighted Average Price of the Company's shares. They are redeemable for cash at maturity if no conversion has occurred.

Funds received from the capital raising will be used to provide working capital to establish a market presence of the Company's recently developed truck brake. The prime use of funds will be to build the starting inventory in order to meet the expected strong demand for the product and thereafter fund the growth in inventory as sales increase to a point of sustainable operations. Funding is also required to ensure comprehensive product support during the roll out to customers including dealer and support agent training. Additional supplier tooling investment and assembly equipment will also be required to support growing sales.

The Company's CEO Ken Johnsen stated "There has been good interest by current shareholders and new investors in the opportunity to support the commercial launch of the SIBS<sup>®</sup> Truck Brake. This is a turning point for the Company and we need to be well funded to ensure success and reap the rewards of the efforts in developing this industry changing product. "

The placement was undertaken by the Company with the advice and support of Phillip Capital.

For further information, please contact:

Mr Ken Johnsen  
Chief Executive Officer  
Telephone: +61 (0)8 9273 4800

### About Advanced Braking Technology Ltd

Advanced Braking Technology Ltd (ASX: ABV) develops innovative braking systems, with its main product being the Sealed Integrated Braking System (SIBS<sup>®</sup>), a comprehensively patented Australian invention, now used widely in light commercial vehicles in the mining industry.

SIBS<sup>®</sup> is a fully enclosed, single rotor, high speed wet brake. The brake rotor runs in a bath of oil that serves to cool the brake and minimise wear. An innovative fail safe feature is incorporated into the rear axle brake. As a result, the brakes are virtually wear and maintenance-free and may outlast the vehicles they are fitted to, unlike conventional drum and disc brakes. SIBS<sup>®</sup> brakes deliver better safety, improved productivity and lower operating costs, and are engineered to survive the harshest conditions. The proven technology is environmentally friendly, eliminating brake dust emissions and noise and squealing, and provides benefits for on-road, off-road and industrial applications in terms of safety, reliability, performance and adaptability.

Following the success of the product in the mining sector, the Company has branched into the waste disposal sector, developing the SIBS<sup>®</sup> technology into an innovative garbage truck braking system.

Based in Perth, Western Australia, Advanced Braking has a manufacturing plant in Thailand, worldwide patents on its technology and an extensive reseller network.