

## Release to the Australian Securities Exchange

### XTEK completes capital raising round to fund next phase of growth

#### Highlights:

- XTEK raises an additional \$498,000 via placement to sophisticated investor
- Total capital raised from recent SPP and placement is \$2.5m
- Funds raised will better position Company to pursue near-term growth opportunities
- XTEK expects FY17 to be significantly ahead of FY16

**Canberra, Monday 17 October 2016:** XTEK Limited (ASX: XTE) is pleased to announce that the Company has raised an additional \$498,000 through the issue of 1,500,000 ordinary shares at 33.2 cents per share to a sophisticated investor.

This placement, which was undertaken at the same price as the company's recent Share Purchase Plan (SPP), completes the board's capital raising objectives and brings the total capital raised over the past four months to \$2.5 million, including the proceeds from the recent SPP and associated placement.

The funds raised will contribute to working capital and will be applied to the commercialisation of the Company's XTatlas™ contextual mapping technology and XTclave™ advanced composite product production, as well as enhancing the Company's capabilities to market, sell and support a range of agency products.

"This latest placement is consistent with the Company's strategy of broadening the share registry with sophisticated long term investors who believe in our growth story, and to provide XTEK with the necessary resources to capitalise on what is shaping up to be a very significant turnaround in the financial performance of our business for the current financial year," said the Managing Director of XTEK, Philippe Odouard.

"We are seeing increased level of interest for our agency products and customised solutions as XTEK is well positioned to benefit from the government's increased defence spending, growing demand for counter-terrorism solutions and the trend to use unmanned aerial systems in the military, security and emergency services industries."

Pursuant to the application for official quotation of these new ordinary shares, XTEK confirms the following:

1. An Appendix 3B in respect of these new ordinary shares is annexed to this announcement.

2. Following the allotment and issue of the 1,500,000 new ordinary shares, the issued capital of XTEK comprises 29,472,429 fully paid ordinary shares.
3. A statement specifying the 20 largest holders of ordinary shares and the percentage of ordinary shares held by each after completion of the Placement is set out overleaf.

A notice given pursuant to section 708A(5) of the *Corporations Act 2001* (Cth) forms part of this overall announcement.

### **About XTEK Limited**

XTEK Limited is a leading company in the Australian Homeland Security Market. XTEK's knowledge and expertise is focused on the delivery of protection and sustainment solutions for the government, law enforcement, military and commercial sectors.

The supply and maintenance of Small Unmanned Aerial Systems (SUAS) is becoming a major focus for XTEK.

In addition XTEK has developed a range of new technologies which it is now commercialising for the international market. XTclave composite protection products and XTatlas real time contextual video provide novel solutions for western military forces.

For more information visit the XTEK website at [www.xtek.net](http://www.xtek.net)

**Signed** for and on behalf of XTEK Limited:



Lawrence A Gardiner  
Company Secretary  
17 October 2016

**TOP 20 HOLDERS OF ORDINARY SHARES AS AT 17 OCTOBER 2016**

Shareholder	Number of Shares	Percentage of Total Shares	Ranking
UDB Pty Limited (The Boettcher Family A/C)	3,731,935	12.66%	1
Fairlane Management Pty Ltd	2,096,097	7.11%	2
Wendy Wing Lin Lo	1,500,000	5.09%	3
UDB Pty Limited (Boettcher Super Fund Account)	1,203,943	4.08%	4
BISSAP Software Pty Ltd (Super Fund A/C)	833,859	2.83%	5
Advancer Pty Limited (The Genco S/F A/C)	800,000	2.71%	6
Berend John Philip Hoff & Peta Lindsay Hoff (Berend Hoff Super Fund A/C)	800,000	2.71%	7
Nicholas Henry Weber (Majura Family A/C)	675,804	2.29%	8
DWKSJK Pty Ltd (Seaweed Investment A/C)	603,090	2.05%	9
Mr. Ivan Slavich	596,998	2.03%	10
Anwat Marketing Pty Ltd	558,807	1.90%	11
Chimaera Pty Ltd (Chimaera Super Fund) Pty Ltd	480,120	1.63%	12
Allen John Tapp & Maria Polymeneas (Super Account)	429,594	1.46%	13
Atech Group Pty Ltd (Atech Group Super Fund A/C)	360,000	1.22%	14
Thomas Bruessel	345,180	1.17%	15
Apam Holdings Pty Ltd (Hector Super Fund A/C)	322,424	1.09%	16
David & Sarah Peachey (The Peachey SBF A/C)	312,594	1.06%	17
OR Super Pty Ltd (OR Systems Super Fund A/C)	300,000	1.02%	18
Mr. Nigel James French	286,161	0.97%	19
Allen John Tapp & Robyn Kosmider (Cope Super Account)	279,824	0.95%	20
<b>Total</b>	<b>16,516,430</b>	<b>56.04%</b>	

**NOTICE UNDER SECTION 708A OF THE CORPORATIONS ACT 2001**

**Issuer:** XTEK Limited – ABN 90 103 629

**107 Details of Issue:**

<b>Class/Description:</b>	Ordinary fully paid shares
<b>ASX Code:</b>	XTE
<b>Date of Issue:</b>	17 October 2016
<b>Number Issued:</b>	1,500,000
<b>Issue Price per Security</b>	\$0.332

**Notice**

1. The Company gives the Australian Securities Exchange Limited notice relating to the issue of securities as identified above.
2. This notice is given under paragraph (5)(e) of section 708A of the *Corporations Act 2001* (Cth).
3. The securities of the Company as listed above were issued without disclosure to investors under Part 6D.2 of the *Corporations Act 2001* (Cth).
4. As at the date of this notice, the Company has complied with:
  - (a) the provisions of Chapter 2M of the *Corporations Act 2001* (Cth) as they apply to the Company; and
  - (b) section 674 of the *Corporations Act 2001* (Cth)
5. There is no excluded information (as defined in section 708A(7) of the *Corporations Act 2001* (Cth) as at the date of this notice.

**Signed** for and on behalf of XTEK Limited:



Lawrence A Gardiner  
Company Secretary  
17 October 2016