

Hydrix announces Entitlement Offer to raise up to \$6m

Hydrix Limited (ASX: **HYD**) (**Hydrix** or **Company**) today announces a 1-for-2 pro-rata accelerated non-renounceable entitlement offer of fully paid ordinary Hydrix shares (**New Shares**) at an offer price of 6 cents per share (**Offer Price**), to raise up to \$6 million (**Entitlement Offer**).

Use of Funds

Hydrix is undertaking the Entitlement offer to raise up to \$6 million. The funds raised, net of costs, will be primarily used to support the following business objectives:

- Market development, regulatory applications, clinical trials and to expand cardiac devices portfolio
- Expand global business development and marketing of product design and engineering services
- Venture investments in high potential early stage medtech device clients; and
- Group working capital to support the strategy to become a global medtech company.

An updated company overview can be found under Investor Information on the Hydrix [website](#).

Hydrix's Executive Chairman, Gavin Coote, commented:

"The funds from the Entitlement Offer provide additional capital to ensure we continue to support our strategic growth objectives over the next year. This is a particularly important juncture for the company as we pursue several regulatory approvals and market development activities to pave the way for us to commence sales and implants of the AngelMed Guardian. It is important we continue to build a larger and more profitable client services business with more revenues sourced from outside Australia."

Details of the Entitlement Offer

The Entitlement Offer is available to all registered shareholders who hold Hydrix shares at 7.00pm on Monday 19 September 2022 (**Record Date**) with a registered address in Australia, New Zealand, or certain other foreign jurisdictions determined by the Directors of Hydrix, as described in the Investor Presentation released to ASX today (**Eligible Shareholders**).

Under the Entitlement Offer, Eligible Shareholders will be able to subscribe for 1 New Share for every 2 existing Hydrix shares held as at the Record Date. The maximum number of New Shares to be issued pursuant to the Entitlement Offer is approximately 98,821,640 New Shares (subject to rounding for fractional entitlements). If each Eligible Shareholder elects to subscribe for all of the New Shares offered to them, then the issued capital of the Company following the Entitlement Offer will be approximately 296,464,920 (subject to rounding for fractional entitlements).

The Entitlement Offer is non-renounceable, and as such entitlements to subscribe for New Shares under the Entitlement Offer cannot be traded.

The Entitlement Offer comprises the following components:

- **Institutional Entitlement Offer** – Eligible institutional shareholders will be invited to participate in the institutional component of the Entitlement Offer (**Institutional Entitlement Offer**), which will open today and will close on Friday 16 September 2022. Eligible institutional shareholders can choose to take up all, part, or none of their entitlement.

Institutional entitlements that are not taken up by eligible institutional shareholders, and institutional entitlements that would otherwise have been offered to ineligible institutional shareholders, may be offered to eligible institutional shareholders who apply for New Shares in excess of their entitlement, as well as to certain other institutional investors, through an institutional shortfall bookbuild to be conducted concurrently with the Institutional Entitlement Offer.

- **Retail Entitlement Offer** – Eligible retail shareholders will be invited to participate in the retail component of the Entitlement Offer (**Retail Entitlement Offer**) at the same Offer price and offer ratio as under the Institutional Entitlement Offer. The Retail Entitlement Offer will open on Wednesday 21 September 2022 and will close at 5.00pm (Melbourne time) on Thursday 6 October 2022 (**Retail Offer Period**). Eligible retail shareholders who take up their full entitlement can also choose to apply for additional New Shares in excess of their entitlement under a retail shortfall facility. Further details about the Retail Entitlement Offer will be set out in a booklet (**Retail Offer Booklet**) which Hydrix will lodge with ASX by Wednesday 21 September 2022. The closing date for receipt of entitlement and acceptance forms and application payments is 5.00pm (Melbourne time) on Thursday 6 October 2022.

Eligible retail shareholders who have nominated to receive documents from Hydrix electronically will receive access via email on Wednesday 21 September 2022 to a copy of the Retail Offer Booklet and a personalised entitlement and acceptance form. Eligible retail shareholders who have not elected to receive electronic communications will be posted a letter on Wednesday 21 September 2022 detailing how to access the Retail Offer Booklet online, and their personalised entitlement and acceptance form.

As permitted under ASX Listing Rule 7.2 exception 3, the Directors reserve the right at their discretion to place any shortfall remaining after the close of the Institutional Entitlement Offer and Retail Entitlement Offer (**Shortfall Placement**). The Shortfall Placement will be on the same terms and conditions as the Entitlement Offer, and will remain open for up to 3 months after the closing date of the Retail Entitlement Offer.

Entitlement Offer Timetable

Event	Date (2022)
Announcement of the Entitlement Offer and Institutional Entitlement Offer open	Thursday, 15 September
Hydrix conducts Institutional Entitlement Offer	Thursday 15 – Friday 16 September
Announcement of results of Institutional Offer	Monday 19 September
Trading in Hydrix shares resumes on an ex-entitlement basis	Monday 19 September
Record date for determining entitlement for the Entitlement Offer	7.00pm on Monday 19 September

Dispatch of Information Booklet	Wednesday 21 September
Retail Entitlement Offer opens	Wednesday 21 September
Allotment of New Shares issued under the Institutional Entitlement Offer	Friday 23 September
Last day to extend Retail Entitlement Offer close date	Monday 3 October
Retail Entitlement Offer closing date	5.00pm on Thursday 6 October
Allotment of New Shares issued under the Retail Entitlement Offer	Thursday 13 October
Normal trading of New Shares issued under the Retail Entitlement Offer	Friday 14 October

The timetable above is indicative only and may be subject to change. All times and dates refer to Melbourne time. Hydrix reserves the right to amend any or all of these dates and times without notice, subject to the Corporations Act, the Listing Rules and other applicable laws.

Further information

Hydrix expects to announce the outcome of the Institutional Entitlement Offer to the market on Monday, 19 September 2022, and will remain in a trading halt until this time.

In conjunction with this announcement, the Company has today released to the ASX a Cleansing Notice (in accordance with section 708AA(2)(f) of the *Corporations Act 2001* (Cth) (as modified by ASIC Corporations (Non-Traditional Rights Issues) Instrument 2016/84 and ASIC Corporations (Disregarding Technical Relief) Instrument 2016/73), an investor presentation and an Appendix 3B in connection with the Entitlement Offer. The Investor Presentation contains important information including key risks, assumptions and foreign selling restrictions with respect to the Entitlement Offer.

The Lead Manager of the Entitlement Offer is Baker Young Limited, and the Company's legal adviser to the offer is Holding Redlich.

Loyalty Options Offer - Update

The Company's Loyalty Options Offer (as announced on 8 August 2022) will open shortly after the close of the Entitlement Offer. A prospectus in relation to the Loyalty Options Offer, which will include a timetable for the offer, will be lodged by the Company in the coming weeks.

-ENDS-

Authorisation: This announcement is authorised for release by the Board of Directors of Hydrix Limited.

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About Hydrix Limited

Hydrix Limited (ASX: HYD) is a powerful product innovation company. Hydrix aims to enhance a billion lives' health, safety, and well-being. The company leverages its powerful product innovation capability across three complementary commercial business segments. These segments are **Hydrix Services:** design and engineer products that transform markets; **Hydrix Ventures:** invest in high potential MedTech clients; and **Hydrix Medical:** distribute disruptive cardiovascular products.