



Announcement Summary

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**Entity name**

HYDRIX LIMITED

**Announcement Type**

New announcement

**Date of this announcement**

28/2/2022

**The Proposed issue is:**

A placement or other type of issue

**Total number of +securities proposed to be issued for a placement or other type of issue**

<b>ASX +security code</b>	<b>+Security description</b>	<b>Maximum Number of +securities to be issued</b>
New class-code to be confirmed	The options will be exercisable at 18 cents on or before 31 March 2024.	28,280,000
HYD	ORDINARY FULLY PAID	28,280,000

**Proposed +issue date**

7/3/2022

Refer to next page for full details of the announcement



## Part 1 - Entity and announcement details

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### 1.1 Name of +Entity

HYDRIX LIMITED

We (the entity named above) give ASX the following information about a proposed issue of +securities and, if ASX agrees to +quote any of the +securities (including any rights) on a +deferred settlement basis, we agree to the matters set out in Appendix 3B of the ASX Listing Rules.

If the +securities are being offered under a +disclosure document or +PDS and are intended to be quoted on ASX, we also apply for quotation of all of the +securities that may be issued under the +disclosure document or +PDS on the terms set out in Appendix 2A of the ASX Listing Rules (on the understanding that once the final number of +securities issued under the +disclosure document or +PDS is known, in accordance with Listing Rule 3.10.3C, we will complete and lodge with ASX an Appendix 2A online form notifying ASX of their issue and applying for their quotation).

### 1.2 Registered Number Type

ABN

### Registration Number

84060369048

### 1.3 ASX issuer code

HYD

### 1.4 The announcement is

New announcement

### 1.5 Date of this announcement

28/2/2022

### 1.6 The Proposed issue is:

A placement or other type of issue



## Part 7 - Details of proposed placement or other issue

## Part 7A - Conditions

**7A.1 Do any external approvals need to be obtained or other conditions satisfied before the placement or other type of issue can proceed on an unconditional basis?** Yes

## 7A.1a Conditions

Approval/Condition	Date for determination	Is the date estimated or actual?	** Approval received/condition met?
+Security holder approval	8/4/2022	<input checked="" type="checkbox"/> Estimated	No

**Comments**

The placement will be conducted in two tranches. Tranche 1 of 22.28M shares is not subject to any approvals. Tranche 2 consists of 6M Shares to be issued to related parties, and 28.28M free attaching options to be issued to all subscribers of the placement shares, on a 1 for 1 basis. Tranche 2 is subject to shareholder approval under LR 7.1 in respect of the attaching options and LR 10.11 in respect of the related party share issuance, which the Company intends to seek at an extraordinary general meeting to be convened in April 2022.

## Part 7B - Issue details

**Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?**

 Existing class

**Will the proposed issue of this +security include an offer of attaching +securities?**

 Yes

## Details of +securities proposed to be issued

**ASX +security code and description**

HYD : ORDINARY FULLY PAID

**Number of +securities proposed to be issued**

28,280,000

**Offer price details****Are the +securities proposed to be issued being issued for a cash**



**consideration?**

Yes

**In what currency is the cash consideration being paid?**

AUD - Australian Dollar

**What is the issue price per +security?**

AUD 0.10000

**Will these +securities rank equally in all respects from their issue date with the existing issued +securities in that class?**

Yes

Attaching +Security

**Is the proposed attaching security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional +securities in a class that is already quoted or recorded by ASX)?**

**Is the proposed security a 'New class' (+securities in a class that is not yet quoted or recorded by ASX) or an 'Existing class' (additional securities in a class that is already quoted or recorded by ASX)?**

New class

**Will the proposed issue of this +security include an offer of attaching +securities?**

No

Details of +securities proposed to be issued

**ISIN Code (if Issuer is a foreign company and +securities are non CDIs)**

**Have you received confirmation from ASX that the terms of the proposed +securities are appropriate and equitable under listing rule 6.1?**

No

**Will the entity be seeking quotation of the 'new' class of +securities on ASX?**

Yes

**ASX +security code**

New class-code to be confirmed

**+Security description**

The options will be exercisable at 18 cents on or before 31 March 2024.

**+Security type**

Options

**Number of +securities proposed to be issued**

28,280,000

**Offer price details**

**Are the +securities proposed to be issued being issued for a cash consideration?**



No

**Please describe the consideration being provided for the +securities**

Nil cash consideration; the options are being issued as free attaching options to the placement shares on a 1 for 1 basis.

**Please provide an estimate of the AUD equivalent of the consideration being provided for the +securities**

0.100000

**Will all the +securities issued in this class rank equally in all respects from their issue date?**

Yes

Options details

+Security currency	Exercise price	Expiry date
AUD - Australian Dollar	AUD 0.1800	31/3/2024

**Details of the type of +security that will be issued if the option is exercised**

HYD : ORDINARY FULLY PAID

**Number of securities that will be issued if the option is exercised**

One fully paid ordinary share (ASX: HYD)

**Please provide a URL link for a document lodged with ASX setting out the material terms of the +securities proposed to be issued or provide the information by separate announcement.**

To be provided in prospectus which will be issued in relation to the options.

Part 7C - Timetable

**7C.1 Proposed +issue date**

7/3/2022

Part 7D - Listing Rule requirements

**7D.1 Has the entity obtained, or is it obtaining, +security holder approval for the entire issue under listing rule 7.1?**

No

**7D.1b Are any of the +securities proposed to be issued without +security holder approval using the entity's 15% placement capacity under listing rule 7.1?**



Yes

**7D.1b ( i ) How many +securities are proposed to be issued without security holder approval using the entity's 15% placement capacity under listing rule 7.1?**

5,794,394 Shares

**7D.1c Are any of the +securities proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A (if applicable)?**

Yes

**7D.1c ( i ) How many +securities are proposed to be issued without +security holder approval using the entity's additional 10% placement capacity under listing rule 7.1A?**

16,485,606 Shares

**7D.1c ( ii ) Please explain why the entity has chosen to do a placement rather than a +pro rata issue or an offer under a +security purchase plan in which existing ordinary +security holders would have been eligible to participate**

The Company considered various alternative capital raising options available to it, and determined to raise funds under a placement as this was considered to be a more efficient and expedient manner to raise the capital required, rather than through or in addition to a pro rata issue or other type of issue in which existing ordinary shareholders would have been eligible to participate.

**7D.2 Is a party referred to in listing rule 10.11 participating in the proposed issue?**

Yes

**7D.3 Will any of the +securities to be issued be +restricted securities for the purposes of the listing rules?**

No

**7D.4 Will any of the +securities to be issued be subject to +voluntary escrow?**

No

## Part 7E - Fees and expenses

**7E.1 Will there be a lead manager or broker to the proposed issue?**

Yes

**7E.1a Who is the lead manager/broker?**

Bell Potter Securities Limited and Baker Young Limited acted as joint lead managers and bookrunners to the Placement.

**7E.1b What fee, commission or other consideration is payable to them for acting as lead manager/broker?**

The Company has agreed to pay the joint lead managers: (a) a management fee of 2% of the total funds raised under the Placement; (b) a selling fee of 4% of the funds raised by the joint lead managers under the Placement; and (c) an option fee of 1,000,000 unlisted options, exercisable at 30 cents, expiring 3 years from their date of issue.

**7E.2 Is the proposed issue to be underwritten?**

No

**7E.4 Details of any other material fees or costs to be incurred by the entity in connection with the proposed issue**

Other fees including share registry, legal and ASX administrative fees.



Part 7F - Further Information

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**7F.01 The purpose(s) for which the entity is issuing the securities**

The Company is issuing the securities to raise funds for group working capital in support of strategic objectives.

**7F.1 Will the entity be changing its dividend/distribution policy if the proposed issue proceeds?**

No

**7F.2 Any other information the entity wishes to provide about the proposed issue**

The options will be issued pursuant to a prospectus to be issued by the Company. The shares will be issued pursuant to a cleansing notice to be issued by the Company.

**7F.3 Any on-sale of the +securities proposed to be issued within 12 months of their date of issue will comply with the secondary sale provisions in sections 707(3) and 1012C(6) of the Corporations Act by virtue of:**

The publication of a cleansing notice under section 708A(5), 708AA(2)(f), 1012DA(5) or 1012DAA(2)(f)