

20 April 2023

EGL completes \$8.0 million placement with strong demand from new and existing shareholders

Highlights:

- Successful completion of the bookbuild for the Placement to raise \$8.0 million
- Placement strongly supported by EGL's existing institutional shareholders and new institutional and sophisticated shareholders

The Environmental Group Limited (ASX: EGL) ("**EGL**") is pleased to announce that it has successfully completed the placement ("**Placement**") announced on 18 April 2023. The Placement raised approximately \$8.0 million through the issue of approximately 40.0 million new fully paid ordinary shares in EGL ("**New Shares**") at an offer price of \$0.20 per New Share ("**Offer Price**"). The Placement was well supported by existing shareholders as well as new institutional and sophisticated investors.

EGL's Chief Executive Officer Jason Dixon said: *"We are delighted with the support we have received from existing shareholders and new investors for the equity raising. We are confident that the acquisition of Airtight Pty Ltd will complement our existing business units and position EGL as a leading Australian provider of air pollution control systems"*

The New Shares subscribed for under the Placement are expected to settle on Wednesday, 26 April 2023, with allotment and normal trading on ASX to commence on Thursday, 27 April 2023. New Shares issued will rank equally with existing fully paid ordinary shares in EGL on issue.

The Offer Price per New Share or \$0.20 represents a:

- 4.8% discount to the last close of \$0.21 as of Monday, 17 April 2023;
- 3.2% discount to the 10-day VWAP; and
- 2.9% discount to the 30-day VWAP.

Advisers

Taylor Collison Limited and Bell Potter Securities Limited are acting as Joint Lead Managers and Bookrunners to the Placement and Share Purchase Plan ("**SPP**"). Acacia Partners is acting as Sole Financial Adviser and MST Lawyers as legal adviser on the acquisition.

Share Purchase Plan

As announced on 18 April 2023, EGL will now undertake an SPP to raise up to \$1.0 million. The new shares to be issued under the SPP ("**SPP Shares**") will be issued at \$0.20 per share, the same price as the Placement. Each eligible shareholder will be entitled to apply for up to \$15,000 worth of SPP Shares and EGL reserves the right to increase the size of the SPP or scale back applications under the SPP at its discretion.

EGL confirms that the Record Date for participation in the SPP is 7:00pm (Melbourne time), 17 April 2023 ("**SPP Record Date**"). Registered holders of shares at the SPP Record Date with a registered address in Australia and New Zealand will be eligible to participate in the SPP ("**Eligible Shareholders**").

Full terms of the SPP will be announced and dispatched to eligible shareholders on or about 1 May 2023 with the closing date for acceptance of the SPP offer expected to be 15 May 2023.

The SPP Shares will be purchased free of brokerage and no prospectus will be issued. New Shares issued under the Placement and the SPP will rank equally with existing shares on issue.

Indicative SPP Timetable

Event	Date
SPP record date (7.00pm Melbourne time)	7.00pm Monday, 17 April 2023
SPP Booklet dispatched to Eligible Shareholders	Monday, 1 May 2023
SPP opens	Monday, 1 May 2023
SPP closes (5.00pm Melbourne time)	5.00pm Monday, 15 May 2023
Settlement of New Shares issued under SPP	Friday, 19 May 2023
Allotment of New Shares issued under SPP	Monday, 22 May 2023
Commencement of trading of New Shares issued under SPP	Monday, 22 May 2023

Additional information

Further details about the equity raising are set out in the ASX announcement and the Investor Presentation released to the ASX on Tuesday, 18 April 2023.

This announcement has been authorised for release by the Board.

For further information, please contact:

Andrew Bush

Andrew.bush@egl.com.au

Joint Company Secretary & Chief Financial Officer

The Environmental Group Limited

About EGL

EGL has five business units, all committed to the protection of the environment by improving air quality, reducing carbon emissions, enhancing waste treatment, and lifting water quality.

- **Total Air Pollution Control** has a range of technologies which reduce dust, odours and harmful gasses from the environment.
- **Baltec IES** produces inlet and exhaust systems for gas turbines, which are used to complement and augment solar and wind energy production, without the use of rare mineral battery resources.
- **Tomlinson Energy Service** offers a network of service offices across Australia providing 24/7 service, maintenance and repairs of both proprietary equipment and other OEM equipment. The division also provides an essential link in our strategy to build a bio/waste to energy platform.
- **EGL Water** division continues to develop our patented technologies in conjunction with Victoria University. EGL recognises that one of the world's most valuable assets is water and will persist in our vision to reduce water pollution, leading to an improved environment, through low-cost technology solutions.
- **EGL Waste Services** provides the sales and services platform for the exclusive Turmec Agency agreement in Australia, Turmec are specialists in recycling solutions for the global waste industry, providing bespoke systems that enable their customers to efficiently recover high-quality material from waste, reducing the need for landfills.