

11 August 2020

## ASX ANNOUNCEMENT

### CAPITAL RAISING TO FUND GROWTH OF HARRIS TECHNOLOGY

HT8 has achieved significant growth since January 2020.

For the half year to 30 June 2020, revenue was \$9.9 million (subject to audit). This compared to the previous half year period ended 31 December 2019 where revenue was \$4.1 million (subject to audit).

The increase in revenue is expected to be sustained for the foreseeable future in both the traditional electronics division as well as the Pro-hygiene division which was established in the second half of the year ended 30 June 2020.

HT8 is raising additional capital to fund the increase in its inventory to meet the demand for its products and to reduce debt.

#### RECENT DEVELOPMENTS

HT8 has been ranked as the top ranked marketplace seller on Amazon Australia by independent US market research firm Marketplace Pulse (marketplacepulse.com).

The ranking is based on customer feedback following purchases on the Amazon Australia platform. For detailed information, visit <https://www.marketplacepulse.com/amazon/top-amazon-australia-sellers>.

Commenting on this achievement, Garrison Huang - CEO of Harris Technology said:

“In early July, we are delighted to achieve the top Amazon Australia ranking, and are grateful for all the customer reviews and feedback received. We have been able to take advantage of Amazon Australia’s strong logistic and marketing power to grow our footprints on Amazon.

Our strategy of working in partnership with the major e-commerce platforms is certainly contributing to our bottom line, with online sales growing substantially over the past year. We are continuously working closely with platforms such as Amazon, Kogan, Catch and eBay to compliment the product offerings by leveraging HT’s expertise and knowledge in IT/CE products.

This all culminates in the big financial turn-around in FY20 as we delivered an annual net profit before tax in excess of approximately \$1.05 million (unaudited), compared to the previous year’s result of a \$732,000 loss (audited). We are now looking forward to another exceptional growth year ahead.”

The HT8 Pro-Hygiene division commenced distributing PPE products in April 2020. The product range has recently been extended to include a foot operated hand sanitiser dispenser and are non-touch infrared thermometer.

Increasing the working capital available to HT8 will accelerate its investment in growing underlying sales and the development of new products. A larger capital base will also allow HT8 to negotiate improved terms with suppliers.

## CAPITAL RAISING

### (a) PRIVATE PLACEMENT

HT8 has completed a private placement (**Placement**) of 43.9 million shares (**New Shares**) at an issue price of 8c per share to raise \$3.512m (before costs). New Shares issued under the Placement will rank equally with HT8's existing shares.

No shareholder approval is required for the Placement, as the Company will utilise a portion of its existing placement capacity under ASX Listing Rule 7.1 and its capacity under listing rule 7.1A.2.

The placement is being made to "sophisticated investors" or "professional investors" as defined in section 708 of the Corporations Act.

HT8 appointed Evolution Capital Advisors Pty Ltd (**Evolution**) as the lead manager for the Placement. Evolution will be paid a cash fee of 6% of the amount raised from the Placement and, subject to shareholder approval, will be issued with 7.5 million options to subscribe for HT8 shares at \$0.16 per share with an expiry date of one year from date of issue.

The timetable for the Placement is as follows:

Trading halt	Friday 7 August 2020
Confirmation of amount raised	Tuesday, 11 August 2020
Trading halt lifted	Tuesday, 11 August 2020
Settlement for new shares	Friday, 14 August 2020
Expected quotation of new shares	Monday, 17 August 2020

## (b) SHARE PURCHASE PLAN

A share purchase plan (**SPP**) will follow the Placement with eligible HT8 shareholders in Australia and New Zealand offered the opportunity to acquire additional shares in HT8. The SPP will not be underwritten.

Shareholders on the HT8 register at 7:00pm (Sydney time) on 10 August 2020 with a registered address in Australia or New Zealand will be entitled to subscribe for up to \$30,000 worth of HT8 shares through the SPP, with a minimum subscription of \$5,000, and subject to eligibility criteria and other terms and conditions of the SPP which will be set out in the SPP booklet and despatched to eligible shareholders in due course. Shares issued under the SPP will rank equally with existing shares of HT8.

The SPP aims to raise approximately \$1.4m. The funds will be used for the purchase of inventory and debt repayment. HT8 may decide to scale-back applications under the SPP at its absolute discretion. New Shares under the SPP are to be issued at 8c per share.

The timetable for the SPP is as follows:

Record date	7 PM, Monday 10 August 2020
Announcement of SPP	Tuesday, 11 August 2020
SPP booklet despatched to eligible shareholders	Monday, 17 August 2020
SPP offer opens	Wednesday, 19 August 2020
SPP offer closes	Friday, 4 September 2020
Announcement of SPP offer results	Tuesday, 8 September 2020
Issue date of SPP shares	Thursday, 10 September 2020
Commencement of trading of SPP shares and dispatch of holding statements	Thursday, 10 September 2020

The Board reserves the right to close the SPP early.

The release of this announcement was authorised by the Company's Managing Director on behalf of the HT8 board.

Garrison Huang  
Managing Director