



7 August 2024

Dear Shareholder.

ALTECH BATTERIES LIMITED – PRO-RATA NON-RENOUNCEABLE RIGHTS ISSUE

As announced on 7 August 2024, Altech Batteries Limited (ACN 125 301 206) (Company or Altech) lodged a prospectus dated 7 August 2024 (Prospectus) with the Australian Securities and Investments Commission (ASIC) in relation to:

- a) a pro-rata non-renounceable entitlement issue of 1 fully paid ordinary share in the capital of the Company (Share) for every 8 Shares held by eligible shareholders at an issue price of \$0.04, together with 1 free attaching option to acquire a Share (New Option) for every 2 Shares applied for and issued to raise up to \$8,552,860 (Entitlement Offer); and
- b) an offer of 5,062,500 New Options (Placement Offer) to be issued to the participants of a share placement (Placement),

(together, the Offers).

The Entitlement Offer is partially underwritten by MAA Group Berhad (Registration No: 199801015274 (471403-A)) (MAA or Underwriter) for the amount of \$5,000,000 (being 125,000,000 Shares). MAA will receive a cash fee of 6% of the funds raised from the amount underwritten by it.

The Company intends to apply the funds raised from the Entitlement Offer (less expenses) to meet the ongoing battery and battery materials project costs of the Company. For further specifics of the use of funds please refer to section 3.1 of the Prospectus.

Following completion of the Entitlement Offer, assuming any shortfall is subsequently placed and the full subscription is raised, the Company will have issued 213,821,491 Shares and 106,910,745 New Options resulting in total Shares on issue of 1,934,518,415 and total Options on issue of 140,596,045 (following completion of the Placement and Offers).

Ineligible shareholders

A Shareholder who has a registered address outside Australia, New Zealand, Germany, Malaysia, Singapore or Switzerland (Ineligible Shareholder) will not be eligible to participate in the Entitlement Offer. You are not eligible to participate in the Entitlement Offer and you will not be sent a copy of the Prospectus. This decision has been made pursuant to Listing Rule 7.7.1(a) of the ASX Listing Rules after taking into consideration the costs of complying with legal and regulatory requirements in jurisdictions outside of

Australia, New Zealand, Germany, Malaysia, Singapore or Switzerland compared with the small number of Ineligible Shareholders and the number and value of Shares and New Options to which they would otherwise be entitled.

If you have any queries concerning the Offers, please contact your financial adviser or Martin Stein, Altech's CFO and Company Secretary, on + 61 8 6168 1555.

Sincerely,



Mr Martin Stein
CFO & Company Secretary