

BINDING COMMITMENTS RECEIVED FOR \$8.0 MILLION PLACEMENT

NOT FOR RELEASE TO US WIRE SERVICES OR DISTRIBUTION IN THE UNITED STATES

ASX Announcement – 19 June 2019

Keytone Dairy Corporation Ltd (ASX:KTD) (“**Keytone**” or the “**Company**”) today announces it has received binding commitments to raise \$8.0 million at \$0.43 per share under the placement announced on 17 June 2019 (“**Placement**”). The Placement is being undertaken to partially fund the acquisition of Omniblend Pty Ltd (“**Omniblend**”).

Peter James, Chairman of Keytone, said: “Demand for the Placement has been in excess of \$8.0 million, being the top end of the offer range, and has been significantly supported by existing shareholders and new institutional and sophisticated investors. Scale-backs have been applied to bids received through the Placement. We are extremely pleased with the response from both new and existing shareholders in response to the strategic acquisition of Omniblend.”

“Omniblend provides Keytone with a strong platform for growth into the health and wellness sector and leveraging both Keytone’s and Omniblend’s proprietary brands into Asia, particularly China.”

Settlement of the Placement is expected to occur on 29 July 2019, following shareholder approval at the Company’s AGM on or around Wednesday 24 July 2019. The new shares issued under the Placement will rank equally with existing Keytone ordinary shares on issue.

As announced on 17 June 2019, Keytone will also conduct an offer of new Keytone shares under a share purchase plan (“**SPP**”) at \$0.43 per share, being the same price as the Placement, capped at \$10.0 million. Keytone will offer each existing eligible shareholder who had a registered address in Australia or New Zealand as at 7:00pm (Sydney time) on 14 June 2019 an opportunity to participate in the SPP up to a maximum of \$15,000. The SPP may be subject to scale-back at the discretion of the Company should total applications exceed \$10.0 million. The Company reserves the right to accept oversubscriptions under the SPP at its absolute discretion, in consultation with the Joint Lead Managers. Further details regarding the SPP, including the terms and conditions for participation, are expected to be announced on ASX on or about 25 June 2019 and will be despatched to Keytone’s shareholders at the same time.

For Further Information

Jourdan Thompson
Chief Financial Officer, Keytone Dairy Corporation Limited
Email: investors@keytonedairy.com
Tel: +612 9969 9690