



26 September 2019: ASX Company Announcements Platform

FirstWave completes \$6.6 million placement to continue international expansion and launches a Share Purchase Plan

Highlights:

- FirstWave receives continued investor support and completes a \$6.6 million placement with the allocation of 34.7 million new fully paid ordinary shares to institutional and sophisticated investors
- Placement provides additional resource at key juncture to build out international path to revenue
- FirstWave remains focused on expanding globally and on-boarding channel partners through its leveraged go-to-market model
- FirstWave announces a Share Purchase Plan offer (SPP) for Eligible Shareholders.

Leading Australian Cloud Security technology company, **FirstWave Cloud Technology Limited (ASX: FCT) (FirstWave or Company)**, is pleased to announce the successful completion of a placement to institutional and sophisticated investors (**Placement**) raising \$6.6 million before expenses.

FirstWave also announces the opportunity for eligible shareholders to participate in a Share Purchase Plan offer (**SPP**) by applying for up to \$30,000 of fully paid ordinary shares in FirstWave (including any participation in the March 2019 SPP) at the same price as the shares issued under the Placement (**New Shares**). New shares issued under the SPP will be issued on 25 November 2019 and will rank equally with existing fully paid ordinary shares in FirstWave (**FCT Shares**) and carry the same voting rights and other entitlements.

FirstWave Executive Chairman, John Grant commented, *“The Company has significant opportunity ahead of it as shareholders will have seen from recent briefings and the Board would like to thank existing and new shareholders who participated in the just completed and fully subscribed capital raise.*

In saying this, the Board has received feedback from shareholders that ongoing funding is reliant on the Company being able to demonstrate progress against specific milestones that provide confidence in the Company’s business model to ultimately deliver strong revenue growth, particularly from international markets, and clarification that the Company’s expenditure is in line with its financial capacity and optimally applied.

We have taken this on board. We will elaborate on progress against the milestones we believe can provide that confidence and detail how the Company’s available funding is being applied in each of its quarterly updates to shareholders commencing in October.

Thanks once again to shareholders who participated in the raise and to all shareholders for their continued support. You can be assured the entire Company is committed to making every effort to meet the reasonable expectations you have of us.”



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Pursuant to the terms of the Placement, FirstWave will issue 34,683,567 new Fully Paid Ordinary Shares (**Shares**) in the Company at an issue price of \$0.19 per share, representing a 14% discount to the closing price of shares traded on ASX on 23 September 2019. Shareholder approval is not required as the Placement comes within the Company's existing capacity pursuant to ASX Listing Rule 7.1 and ASX Listing Rule 7.1A. All Shares issued under the Placement will rank pari passu with existing shares on issue.

Wentworth Global Capital Partners and Morgans Corporate Limited acted as Joint Lead Managers to the Placement. Settlement of the Placement is expected to occur on 1 October 2019.

Placement Timetable

Summary of Key Dates	Date/Time*
Anticipated Settlement of the Placement	1 October 2019
Anticipated Allotment of Shares	2 October 2019

* Dates are indicative only and are subject to change.

Share Purchase Plan Timetable

Summary of Key Dates	Date/Time**
Record Date	7pm, 25 September 2019
Announcement Date	26 September 2019
Dispatch of Offer Documents to Eligible Shareholders and Opening Date	10 October 2019
Closing Date	5pm, 11 November 2019
Allotment Date	25 November 2019
Quotation of new shares on ASX	26 November 2019

** FCT reserves the right to vary any of the above indicative dates other than the Record Date.





Additional Information required by ASX Listing Rule 3.10.5A

Due to the issue of shares using the Company's placement capacity under ASX Listing Rule 7.1A, the Company provides the following information in accordance with ASX Listing Rule 3.10.5A

- The Company issued 25,759,141 shares under its 10% capacity under Listing Rule 7.1A (**Capacity Shares**). Existing shareholders have been diluted by 9.17% following the issue of the Capacity Shares (however, some existing shareholders have participated in the Placement, so their particular interests may have increased or been diluted to a lesser extent). A breakdown of the dilution calculation is provided below:

Number of Shares on issue prior to the Placement	280,805,705
Add: Shares issued under Listing Rule 7.1	8,924,426
Total	289,730,131
Shares issued under Listing Rule 7.1A (Capacity Shares)	25,759,141
Dilution as a result of issue under Listing Rule 7.1A	9.17%
Total number of Shares on issue	315,489,272

- The Placement was not underwritten.
- The Company issued the Capacity Shares under Listing Rule 7.1A rather than a pro-rata issue or other type of issue in which existing security holders would have been eligible to participate, as it was considered to be the quickest, most efficient and most certain method of raising funds in the circumstances.
- Costs associated with the Placement were incurred on standard commercial terms of 6% of the gross proceeds of the Placement. Other costs include administrative, share registry and ASX fees.

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Follow FCT on its Twitter investor relations feed: https://twitter.com/Firstwave_FCT

About FirstWave Cloud Technology (FirstWave)

Australian cloud technology company, FirstWave, has delivered Security as a Service (SaaS) solutions since 2004. FirstWave provides safety through the most accessible and adaptive cloud-based cyber-security solutions that are affordable, easy and fast to implement enabling SaaS. Its unique proprietary cloud-platform orchestration is available for service providers and enterprises of any size, anywhere. In an increasingly vulnerable digital world, FirstWave believes that safe business is good business and that all companies should have access to enterprise-quality cyber-security. FirstWave's infrastructure, management and security processes are certified to ISO 27001 Information Security Management System Standard and ISO 9001 Quality Management System Standard.

More at www.firstwavecloud.com



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