



Alexium International Group Limited

ABN: 91 064 820 408

ASX: AJX

ASX/MEDIA RELEASE

29 JULY 2013

## **PLACEMENT TO SOPHISTICATED INVESTORS**

- **Funds To Be Used To Accelerate Sales and Product Development.**
- **To Assist In Current And Future Line Run For Ascalon and Nycolon**
- **Expansion Into Composite Materials, New textile Fibers and Blends With A FR Focus**

Perth, WA and Greer, South Carolina, Alexium International Group Limited (Alexium) (ASX:AJX, AX:AJX, OTC QX:AXXIY) is pleased to announce that it has placed a total of 14.7 million Fully Paid Ordinary Shares at 10 cents per Share to raise AUD \$1.47 m (before costs) to Sophisticated and Professional Investors. Baker Young Stockbrokers Limited acted as Lead Manager to the Placement. The Placement was oversubscribed and Alexium welcomes new Institutional shareholders to the register.

The capital raised will be used to upgrade and invest in higher caliber laboratory equipment for certified product testing on both Ascalon™ and Nycolon™ for different customer applications and for the movement into additional product areas in composite materials, new textile fibers and blends with an FR focus. The funds will also enable additional production run trials by Alexium to value add prior to initial licensee trials. In addition, Alexium will increase headcount to accommodate future product growth and sales, particularly in relation to our Nycolon technology.

In accordance with the requirements of ASX Listing Rule 3.10.5A the following information is provided:

- The dilution to existing shareholders, as a result of the issue under Listing Rule 7.1A is ~10%.

Further details of the approximate percentage of the issued capital post the 7.1 and 7.1A placement held by the pre-placement security holders and new security holders are as follows:

Pre-placement security holders who did not participate in the 7.1A placement	91%
Pre-placement security holders who did participate in the 7.1A placement	3.5%
Participants in the 7.1A placement who were not previously security holders	5.5%

- The securities were issued to sophisticated and professional investors as it was considered to be a more efficient mechanism for raising the funds for the current placement. The placement did not expose the Company to market volatility that may have been experienced over a more protracted raising process such as an entitlement issue;

- There were no underwriting arrangements in place for the placement; and
- Broker Handling Fees payable to Baker Young and Participating Brokers were 6%

#### **Notice given under section 708A(5) of the Corporations Act 2001**

The shares are part of a class of securities quoted on the Australian Securities Exchange.

- (a) the above mentioned shares were issued without disclosure to investors under Part 6D.2 of the Corporations Act;
- (b) as at the date of this notice, the Company has complied with:
- (i) the provisions of Chapter 2M of the Corporations Act as they apply to the Company and ;
  - (ii) section 674 of the Corporations Act; an
- (c) as at the date of this notice there is no “excluded information” (as defined in subsection 708(a)(7) of the Corporations Act) which is required to be disclosed by the Company.

For more information visit: [www.alexiuminternational.com](http://www.alexiuminternational.com)

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#### **About Alexium**

Alexium International Group Limited (ASX:AJX, AX:AJX OTC QX:AXXIY) holds proprietary patent applications for a process developed initially by the US Department of Defense , which allows for the surface modification and attachment of nano-particles or multiple chemical functional groups to surfaces or substrates to provide functions such as water proofing, oil proofing, anti-microbial, non-stick and UV protection. Applications under development include but are not limited to textiles, paints, packaging, glass and building materials. Alexium’s fire retardant treatment for 95% Nylon based products is marketed under the Ascalon™ trademark. Alexium’s fire retardant treatment for nylon blended materials such as nylon/cotton (Nyco), is marketed under the Nycolon™ trade mark.