



## ASX RELEASE

13 December 2017

### Scout raises \$1.75m in an oversubscribed share placement

#### Highlights:

- **Scout raises \$1.75 million in oversubscribed placement at \$0.30 per share**
- **Placement supported by Australian and Asian institutional and sophisticated investors**
- **Additional funds empower Scout to accelerate fulfilment of rising purchase orders and expedite the integration of highly-requested new products into the Scout wireless home security suite**

Home security provider Scout Security Limited ((ASX: SCT), "Scout" or "the Company") is pleased to announce that it has received binding commitments to raise \$1.75 million (before costs) in an oversubscribed placement of 5,833,334 shares to sophisticated and institutional investors at \$0.30 per share.

The Company received overwhelming demand from new institutional investors, as well as strong support from a large number of existing shareholders, including \$150,000 from Directors (subject to shareholder approval). On this basis, the Company's Board of Directors elected to increase its original target by accepting oversubscriptions to raise \$1.75 million.

Net proceeds of the capital raising will support investment in Scout's hardware, which is the vehicle to deliver the Company's powerful software and services platform into the connected home. This will primarily expedite the inclusion of a HD camera into Scout's home security product suite. Full details on this new product launch are available in a separate ASX announcement released to the market today.

With the business growing faster than anticipated, Scout will also employ the capital raised to fund purchase orders which are rising into the busy holiday selling season.

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Armada Capital & Equities Pty Ltd acted as Lead Manager to the share placement. The Lead Manager and supporting brokers received 5.8 million SCT options, exercisable at 40 cents per share on or before 3 years from issue.

The Company intends to issue the placement shares under its ASX Listing Rule 7.1 capacity.

Scout Security co-founder and CEO, Dan Roberts, said:

*"We're thrilled with the level and quality of investor interest in this placement.*

*"The success of this oversubscribed capital raise marks clear recognition of the value of Scout's strategy and the Company's ability to execute.*

*"The funds we have raised will primarily support our delivery of new products, including a HD camera, to our customer base which is growing at a swift pace and accelerate our fulfilment of purchase orders.*

*We expect these endeavours to be cashflow and value accretive in rapid time. We thank our new and existing investors for their support as we grow to meet demand for smart, affordable, self-installed home security solutions."*

This announcement brings the Company out of trading halt.

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### **About Scout Security Limited**

**Scout Security Limited (ASX: SCT)** sells the Scout Alarm, a self-installed, wireless home security system that is making security more modern, open and affordable. In 2016, the Scout system was recognised by CNet as one of the Best Smart Home Devices of the year.

Scout's design-centric offering gives users complete flexibility around connected home security, allowing the system to integrate with other best-in-class IoT devices and offering flexible monitoring options.

Scout is an official partner of Amazon Alexa, Google's Works With Nest and Samsung SmartThings. Scout is also an Amazon Alexa Fund portfolio company.

[www.scoutalarm.com](http://www.scoutalarm.com)

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