

1 April 2019

## Oversubscribed placement raises \$6 million at 2.5 times the IPO price

- Oversubscribed share placement raises \$6 million at 50 cents per share, double the minimum subscription sought, with offers scaled back
- Strong support received from institutional and sophisticated investors and very well supported by major existing Company shareholders
- Leading International engineering and construction company Meptagon provided a cornerstone investment, investing US\$500k as part of the placement. SMX also signed a contract with Meptagon, to provide its engineering and construction expertise to SMX's clients particularly in the electronics sector

**Security Matters Limited (ASX: SMX)** (Security Matters or the Company), a brand protection, supply chain integrity and blockchain technology company focussed on becoming the global record of physical goods, is pleased to announce it has successfully completed a placement to institutional and sophisticated investors, raising \$6 million, double the minimum subscription.

The offer, led by RM Corporate Finance and assisted by the Company's lawyers Holding Redlich closed oversubscribed, with offers scaled back, and was cornerstoned by leading international engineering and construction company, Meptagon. Strong support was received from new institutional and sophisticated investors, and very well supported by the Company's major existing shareholders. Significant new funds were derived from international investors, materially broadening the geographical spread of the Company's register.

The Company raised \$6 million before costs, issuing 12,000,000 fully paid ordinary shares at \$0.50 per share, 2.5 times the issue price of the Company's initial public offering in October 2018, utilising the Company's existing placement capacity under Listing Rule 7.1. The raise was led by Corporate Advisors and Lead Managers RM Corporate Finance, assisted by the Company's lawyers Holding Redlich.

The funds raised provide the growth capital to allow SMX to build out its capability to serve existing customers and to aggressively roll out its commercialisation strategy with blue-chip international companies.

SMX also signed an agreement with Meptagon, a leading International engineering firm, to act as a sub-contractor and provide engineering and construction expertise to SMX clients in the electronics and large industrial infrastructure sectors, in the production and manufacturing environment.

The oversubscribed raise, and contract with Meptagon both further support the Company's growth strategy to create the global record of physical goods.

### Haggai Alon, Founder and CEO comments:

"Australia has proven that it is not only a house but a home for Security Matters' technology. We deeply appreciate the confidence of our investors in our ability to scale our technology worldwide. With this additional funding, we take another step towards fulfilling our vision of creating a digital twin to any physical object and becoming the global record of physical goods."

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For further information, please contact:

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**About Security Matters Limited**

Security Matters has commenced the commercialisation of its unique, patented technology that uses a hidden chemical-based 'barcode' to permanently and irrevocably 'mark' any object, be it solid, liquid or gas. The barcode is read using the company's unique 'reader' to access the corresponding stored data, recorded and protected using blockchain technology.

*Security Matters: Physical to Digital: Creating a digital twin for any physical object.*

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