

ASX CODE: VPR

BOARD

Simon Higgins
Non-Executive Chairman

Adam Boyd
CEO & Managing Director

Peter Torre
Non-Executive Director

ISSUED CAPITAL

8,245M Ordinary Shares
390M Unlisted Options

PRINCIPAL OFFICE

1 Channel Close,
Henderson WA 6166
PO Box 7306,
Spearwood WA 6163

REGISTERED OFFICE

Unit B9, 431 Roberts Road,
Subiaco WA 6008

CONTACT

Mr Adam Boyd
CEO & Managing Director

P: + 61 8 9437 4966
M: +61 439 888 103
E: info@voltpower.com.au

www.voltpower.com.au
(under construction)

ASX ANNOUNCEMENT

25 January 2018

WESCONE ACQUISITION AND \$4.75M CAPITAL RAISING COMPLETED

Waste heat to power technology and aspiring infrastructure asset/equipment owner, Volt Power Group Limited (Volt or Company), is pleased to announce that the Company has successfully completed:

- the acquisition of Wescone Distribution Pty Limited (Wescone), a leading WA based manufacturer and supplier of proprietary sample crushing solutions, predominantly to the global iron ore industry; and
- a \$4.75 million capital raising to existing and new professional investors in the Company via private placement by the issue of 1,900,000,000 shares at an issue price of \$0.0025 (Capital Raising).

Volt's CEO and Managing Director, Mr Adam Boyd said:

"The Board of Volt is delighted to confirm that, with the overwhelming support of its shareholders at the recent general meeting, the Company has now completed the acquisition of the Wescone business and associated \$4.75M Capital Raising announced on 18 December 2017.

"Wescone is an established, WA based resource services business with a successful 25-year track record of product development, manufacture and sales of the proprietary W300 sample crusher to the world's largest mining companies. The Wescone W300 sample crusher is extensively deployed throughout the Pilbara iron ore operations of BHP and Rio Tinto and other significant mining operations in Australia and overseas.

"The Wescone business is now transitioning from a historical equipment sale and service business model to a recurring revenue based "serviced exchange equipment rental" business model. This transition aligns Wescone with Volt's recurring revenue based equipment rental business model.

"We are also delighted to welcome all the new Volt shareholders that supported the Capital Raising and thank all our investors and stakeholders for their participation.

Volt Business Summary / Update

Volt now owns significant interests in three resource sector focused businesses delivering proprietary equipment solutions that have material competitive advantages for existing and potential clients.

These businesses comprise:

- (1) Wescone – proprietary crushing equipment supply and service with a 25-year successful track record and extensive footprint in the iron ore sector;

- (2) EcoQuip Australia (EcoQuip) – developer, manufacturer and supplier of a mobile, solar / Li-Ion battery storage enabled power box trailer. The powerbox trailer incorporates (resource sector compatible) robust design features including a military-spec telescopic tower designed for retro-fit of LED lighting, Wi-Fi repeater or CCTV solutions. Volt has a 50% ownership interest in EcoQuip; and
- (3) ATEN Technology – a modular power generation equipment package capable of harvesting industrial high and low-grade heat to generate zero carbon emission electricity.

Volt's CEO & Managing Director, Mr Adam Boyd also said;

“Our Wescone and EcoQuip acquisitions both have significant earnings and footprint growth opportunities ahead. We are particularly excited about the expansion potential of EcoQuip's existing 25 mobile solar LED lighting, Wi-Fi repeater and CCTV tower rental fleet as supporting infrastructure for the autonomous mining strategies pursued extensively by resource sector companies. The EcoQuip Solar /Li-Ion powerbox trailer is market disruptive as it will deliver an approx. 50% total cost reduction relative to existing diesel-powered solutions used throughout the resource and construction sectors.

“We are continuing to pursue the commercialisation and “roll-out” of the ATEN Technology. We have advanced the ATEN Technology flowsheet simplification and viability improvements identified in our recent Feasibility Study and continue to advance our “project specific” ATEN FEED process. We are now assessing site specific ATEN services provision, integration requirements and associated capital costs (FEED Activities).

“We continue to be optimistic about and are on-schedule to commence detailed power supply agreement discussions in Q2 CY18 for the first ATEN installation subject to the results of FEED Activities.

End

About Volt

Volt Power Group Limited (ASX: VPR) is a transitioning power generation and infrastructure asset / equipment developer and owner. The Company's businesses commercialise proprietary equipment pursuant to a serviced equipment rental business model.

Business Activity Summary

These activities of our businesses include:

- **ATEN (100%)** – ATEN is a low emission waste heat to electricity generation equipment solution. The ATEN is at an advanced stage of initial commercialisation;
- **Wescone Crushing Equipment (100%)** – the proprietary owner of the Wescone W300 sample crusher predominantly deployed throughout the global iron ore sector. Wescone has operated successfully for 25+ years;
- **EcoQuip (50%)** – a developer and owner a ‘best in class’ mobile solar / Li-Ion battery enabled powerbox trailer solution incorporating a military specification, telescopic tower capable of LED Lighting, Wi-Fi repeater and CCTV retrofit; and

- **Acquisition / Development Strategy** - the expansion of its broader renewable and low emission power generation and infrastructure asset / equipment footprint.

About ATEN Technology comprises a modular, power generation equipment package capable of harvesting 'low' grade industrial waste heat to generate zero emission electricity. ATEN generated electricity is expected to significantly reduce 'energy intensive' industry operating costs via the displacement of grid sourced electricity or fossil fuel usage associated with electricity generation.

The global industrial complex generally vents 'low' grade waste heat to atmosphere. The quantity of unexploited waste heat created by global industry presents an outstanding opportunity for the commercial roll-out of the ATEN Technology.

The ATEN's simple, high efficiency design and modular configuration - developed to maximise its integration capability - provides a low capex, uniquely compatible and scalable solution for the exploitation of 'low grade' industrial waste heat. Volt's priority target markets for the commercialization of the ATEN Technology include the resources and industrial processing sectors.

Major Shareholder (44.5%) & Partner

Volt's largest shareholder is **ECM Pty Ltd (ECM)**. **ECM** is one of Australia's largest, privately owned construction and maintenance companies servicing clients in the mining, oil and gas, infrastructure and power generation sectors. The business has a national footprint with extensive project execution and delivery capability having completed the construction and commissioning of power stations and processing infrastructure across mainland Australia for 30+ years.

The Company's office is co-located at the ECM headquarters and fabrication facility - 20kms south of the Perth CBD in Henderson, Western Australia.