REEDY LAGOON CORPORATION LTD

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ABN 41 006 639 514

ASX : RLC

9 September 2026

RLC SECURES $1.8 MILLION FULLY UNDERWRITTEN RECAPITALISATION

Reedy Lagoon Corporation Limited is pleased to announce a recapitalisation of the Company, underpinned by a $1.8 million fully underwritten Placement and transition to new leadership.

The recapitalisation represents an important turning point for RLC and will provide the Company with a substantially strengthened financial position and renewed capacity to advance its existing projects.

The Placement comprises the proposed issue of 1,440,000,000 new fully paid ordinary shares at $0.00125 per share, raising gross proceeds of $1.8 million.

The Placement is fully underwritten and is subject to shareholder approval under ASX Listing Rule 7.1.

A renewed and well-funded RLC

The recapitalisation is designed to provide RLC with an enhanced balance sheet, combining substantial new investor funding, a material reduction in existing liabilities and the introduction of new leadership.
The recapitalisation will deliver:

- **$1.8 million of fully underwritten new equity funding;**
- **substantial new investor backing for RLC;**
- **a material reduction in existing liabilities;**
- **an orderly 24-month repayment arrangement for approximately $0.7 million of director related debt, without interest;**

The Board believes these measures will place RLC on a substantially stronger financial footing and provide the Company with renewed capacity to advance its projects.

Capital structure

Following completion of the Placement, RLC's capital structure will be:

	Shares	%
Existing shares on issue	776,706,676	35.0%
New Placement shares	1,440,000,000	65.0%
Total shares on issue	**2,216,706,676**	**100.0%**

RLC currently has the following options on issue:

Options	Exercise price	Expiry
900,000	$0.0069	31 December 2026
900,000	$0.0043	31 December 2027
900,000	$0.0059	31 December 2028

In connection with the Placement, RLC will also issue for each thousand (1000) new shares issued under the Placement, six (6) alignment options on the following terms: $0.004 exercise price, 5-year life.

Key terms of the Placement

The $1.8 million Placement is fully underwritten.

The Underwriter will receive a fee of: 6% of the gross proceeds of the Placement, together with six (6) alignment options for each thousand (1000) new shares issued under the Offer. These options will have a $0.004 exercise price and a 5 year life.

No expenses are payable in addition to the Underwriting Placement Fee.
Completion is subject to conditions, including:

- **Shareholder Approval:** RLC must seek approval of RLC shareholders to the issue of shares under the Placement
- **New leadership -** RLC will appoint a new Non-Executive Director effective today
- **Reduction in liabilities –** a material reduction of existing liabilities of RLC before the Placement.
- **Orderly repayment of related party loans -** approximately $0.7 million of loans advanced to RLC by Chromite Pty Ltd, a related entity of Geof Fethers, will be repaid without interest by instalments over 24 months.

New management and leadership transition

Geof Fethers has announced his retirement as Managing Director, effective today.

Geof will continue to be employed by RLC as a Project Advisor and will remain as Company Secretary of RLC and its subsidiaries to provide continuity and assist with an orderly transition.

Mr Ish Peries has been appointed as a Non-Executive Director of RLC to fill the vacancy arising on the resignation of Geof.

Mr Peries is a highly experienced Senior Business Banking Manager with over 20 years' tenure at National Australia Bank Limited. He specialises in the financial markets and complex commercial lending sector, bringing deep capability in risk assessment and financial analysis. His expertise includes credit evaluation, debt structuring, technical risk analysis, and sustainability assessment. He holds a Bachelor of E-Commerce from Curtin University of Western Australia.

Jonathan Hamer will continue as Chairman and Adrian Griffin will continue as Non-Executive Director, providing continuity at Board level.

Chairman's comments

RLC Chairman Jonathan Hamer said:

"This recapitalisation represents a major turning point for Reedy Lagoon and provides the Company with the financial foundation needed to develop its projects and reward its shareholders.

The fully underwritten $1.8 million Placement represents substantial new investor backing for RLC and, together with the significant restructuring of the Company's existing liabilities, will place RLC in a materially stronger financial position.

The existing Directors and Geof Fethers have provided significant financial support to RLC over an extended period. In particular, Geof has supported the Company through interest-free subordinated funding and foregoing of remuneration while the Board sought opportunities to joint venture its projects or secure funding on terms that sought to minimise dilution for existing shareholders.

On behalf of the Board, I would like to acknowledge Geof's longstanding contribution as Managing Director and his continued commitment to assisting RLC through the transition.

With $1.8 million of new capital, a significantly strengthened balance sheet and new leadership, RLC will emerge from this recapitalisation with a new lease of life and a renewed platform from which to advance its projects.

The Directors believe the Placement is in the interests of RLC shareholders and intend to vote in favour of the resolutions required to approve it."

This ASX announcement was authorised by the Board.

Geof Fethers
Company Secretary
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