



## TESSERENT

### ASX ANNOUNCEMENT

Melbourne —29 March 2019

### TESSERENT RAISES FURTHER FUNDS TO ACCELERATE STRATEGIC ACQUISITION PIPELINE

- Tesseract raises a further \$565,000 following strong demand from investors on the back of the company's oversubscribed capital raising earlier in March 2019
- The funds raised will be used to accelerate numerous acquisition opportunities in the security sector
- The company has raised a total of \$2.25 million this calendar year to expediate growth

Tesseract Limited (ASX: TNT, Tesseract) is pleased to announce that it has successfully raised a further \$565,000 to accelerate acquisition opportunities in the cybersecurity sector.

The private placement of 11.3 million shares was priced at \$0.05c per ordinary share, a 11% discount to the five-day VWAP. Those who participated in the raising also received one 12-month call option exercisable at \$0.05 for each ordinary share. The placement was supported by several existing shareholders as well as new sophisticated investors.

The capital raising follows the company's recent announcement to the market (11 March 2019) advising that it had successfully raised \$1.1 million by way of private placement. In the calendar year to date Tesseract has raised a total of \$2.25 million.

The new placement will support Tesseract's accelerated growth strategy, with numerous acquisitions being actively negotiated. The company is aggressively pursuing due diligence on these acquisition opportunities, while supporting growth in the core business as Tesseract's artificial intelligence platforms continue to be adopted by new customers.

The capital raising program and acquisition strategy is part of a significant restructuring process being undertaken by Tesseract, with the intent to become operationally cash flow positive going forward during FY19.

Julian Challingsworth, CEO of Tesseract said: "Following significant interest from investors we have been able to raise additional funds to support the business as it accelerates its acquisition focused growth strategy. We are pleased that the company's strategy and recent initiatives have been endorsed by the market and that Tesseract is gaining traction as we move to deliver on the key strategic steps that will accelerate us toward a cash flow positive position. The funds raised will allow

us to move quickly in exploring and executing on the high-value opportunities we've identified in the security space.”

### **Key Staff Change**

Keith Glennan is no longer employed by Tesseract Ltd or its subsidiaries. The company thanks him for his contribution and wishes him well in his future endeavors.

### **Asta Acquisition Update**

The company wishes to advise that the acquisition of end-to-end IT services provider Asta has been halted. With numerous acquisition opportunities in the pipeline Tesseract made the decision to place the transaction on hold with the potential to revisit it in H2 CY19.

## **ABOUT TESSERENT**

Tesseract provides enterprise-grade managed cybersecurity and networking services to corporate customers in Australia and internationally in the UK and Korea. With a 24/7 Security and Network Operations Centre, Tesseract delivers world-class Security-as-a-Service to medium and large organisations' around the globe. With a next generation end-to-end security and networking offer, Tesseract customers obtain state-of-the-art security and connectivity and complete peace of mind that their critical data and networks are secure and protected. Learn more at [www.tesseract.com](http://www.tesseract.com).

## **CONTACT**

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