



ORBITAL®

ASX RELEASE

**For Immediate Release: 1 March 2016**

## Orbital converts 100% of Convertible Notes

- 100% of Convertible Note Holders have elected to convert to ordinary shares prior to the Early Redemption Date
- Since Orbital announced early redemption, 178 Notes have been converted into 22,250,000 ordinary shares
- Conversion of the Notes into shares has preserved over \$9.5 million of Orbital's cash reserves
- Early conversion of the Notes provides a saving of over \$800,000 in interest over the original term
- Expanded capital base of Orbital with 74.1 million ordinary shares now on issue

### NOTICE OF EARLY REDEMPTION

---

Following the sale of Orbital Corporation Limited's (ASX: OEC) ("Orbital" or "the Company") 30% joint venture interest in Synerject for \$25.0 million in cash, the Company announced the Early Redemption of all Convertible Notes ("Notes") outstanding as at 29 February 2016 (see ASX announcement dated 18 January 2016 "Early Redemption of Convertible Notes").

At the time of the announcement there were 178 Notes outstanding with a face value of \$50,000 each. Each Convertible Note was convertible into 125,000 OEC shares at an issue price of \$0.40 per share. 25 Notes had been converted since the announcement with the outstanding 153 Notes converted yesterday.

### SUPPORT FROM INVESTORS PRESERVES CASH AND PROVIDES INTEREST SAVING

---

The total amount payable if all 178 outstanding Notes had been redeemed for cash rather than converted to Ordinary Shares would have been \$9,582,332.74. Noteholders' election to convert into Orbital equity as per the terms of the Notes has resulted in the issue of 22,250,000 new ordinary shares in Orbital.

In addition to the saving of more than \$9.5 million in capital, the Early Redemption of the Notes provides Orbital with an interest saving of over \$800,000 over the remaining 11 month term.

# BALANCE SHEET STRENGTH TO LEVERAGE EMERGING OPPORTUNITIES

---

The cash proceeds of \$25 million from the sale of the interest in Synerject (see ASX Announcement dated 2 November 2015 “Synerject Sale: Orbital to receive \$25 million in cash”) and the conversion of the Notes into shares has provided Orbital with a significant funding boost, an expanded capital base, and the Balance Sheet strength to leverage emerging opportunities within the Company’s UAVE, REMSAFE, and Accelerator businesses.

This Balance Sheet strength will support Orbital’s focus on building and investing in high growth businesses which are exposed to expanding global markets and have the potential to drive strong shareholder returns.

**-ENDS-**

## CONTACTS

---

**Terry Stinson**

CEO & Managing Director

Tel: +61 8 9441 2311

Email: [AskUs@orbitalcorp.com.au](mailto:AskUs@orbitalcorp.com.au)

Website: [www.orbitalcorp.com.au](http://www.orbitalcorp.com.au)

## About Orbital

***ORBITAL is an innovative industrial technology company.***

*ORBITAL invents and builds smart technology that delivers improved performance outcomes for our clients in the aerospace, mining & industrial and consumer sectors.*

*ORBITAL operates on a global scale and is headquartered in Perth, Western Australia. From a world class facility, ORBITAL’s innovation magic takes shape – from research and design to development, manufacturing and implementation.*

*Delivering state-of-the-art products and services within the industrial technology sector is what we do.*

*ORBITAL’s technology leadership is exemplified by the patented REMSAFE remote isolation system for global mining and industrial applications and Orbital’s® UAVE business that produces and supplies engine and propulsion systems for unmanned aerial vehicles.*

## Forward Looking Statements

*This release includes forward-looking statements that involve risks and uncertainties. These forward-looking statements are based upon management’s expectations and beliefs concerning future events. Forward-looking statements are necessarily subject to risks, uncertainties and other factors, many of which are outside the control of the Company that could cause actual results to differ materially from such statements. Actual results and events may differ significantly from those projected in the forward-looking statements as a result of a number of factors including, but not limited to, those detailed from time to time in the Company’s Annual Reports. Orbital makes no undertaking to subsequently update or revise the forward-looking statements made in this release to reflect events or circumstances after the date of this release.*

**ORBITAL CORPORATION LIMITED ASX:OEC** | ABN 32 009 344 058 *(Incorporated in Western Australia)*

4 Whipple Street, Balcatta, Western Australia 6021 | PO Box 901, Balcatta, Western Australia, 6914

P: +618 9441 2311 | F: +618 9441 2133 | E: [AskUs@orbitalcorp.com.au](mailto:AskUs@orbitalcorp.com.au) | **ORBITALCORP.COM.AU**