



23 June 2020

Ecofibre Limited obtains AUD10m term loan

Ecofibre Limited (Ecofibre, Company) (ASX:EOF, OTC-NASDAQ Intl Designation: EOFBF) announces that it has obtained a term loan of AUD10m.

Ecofibre CEO Eric Wang said 'the company is strengthening its balance sheet to ensure flexibility to continue its growth strategy through a potential extended period of market volatility. Ecofibre has no existing debt, and the new facility is in line with Ecofibre's focus on diluted EPS as our primary measure of financial performance'.

Key terms are as follows:

- *Repayment date:* 15 July 2021
- *Two options to extend:* at EOF's option, and on the giving of three month's notice, the repayment date may be extended twice for periods of 6 months each
- *Partial repayment:* on each date that the repayment is extended EOF may elect to repay the loan in whole multiples of AUD1.0m
- *Interest rate:* 8.0% p.a
- *Lender costs payable:* nil
- *Security / collateral:* nil
- *Financial covenants:* nil

The loan has been provided by a trust related to the Company's non-executive Chairman, Mr Barry Lambert. Mr Lambert is the appointor of the trust, but neither he nor his descendents are beneficiaries. Mr Lambert is not a director or shareholder of the trustee company.

Investor Relations and Media please contact:

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About Ecofibre

Ecofibre is a provider of hemp products in the United States and Australia.

In the United States, the Company produces nutraceutical products for human and pet consumption, as well as topical creams and salves. See www.anandahemp.com and www.anandaprofessional.com.

In Australia, the Company produces 100% Australian grown and processed hemp food products including protein powders, de-hulled seed and seed oil. See www.anandafood.com.

The Company is also developing innovative hemp-based products in textiles and composite materials in partnership with TexInnovate in the United States. See www.hempblack.com.

The Company owns or controls key parts of the value chain in each business, from breeding, growing and production to sales and marketing. Our value proposition to customers is built on strong brands and quality products.

Authorisation

This document is authorised to be given to the Australian Securities Exchange (ASX) by the Board of the Company.

