



Ovato Limited
ABN 39 050 148 644

17th June 2022

Company Announcements Office
ASX Limited
20 Bridge Street
Sydney NSW 2000

Sale of Ovato's Book Printing Business to Opus Group now complete

Ovato Limited, further to its announcement on 25 May 2022 has now completed the sale of its book printing business to Opus Group Pty Ltd and issued the \$2.5M convertible note to Opus.

The proceeds from the transactions improve Ovato's working capital and are part of program of initiatives to improve Ovato's financial position. These initiatives include:

- Closing unprofitable assets
- Sale of non-core assets
- Sale of equipment that has excess capacity
- Continue to implement further production efficiencies to help improve margin
- Working with customers on recovery of raw material price increases

Ovato CEO, James Hannan says, "This transaction is a natural progression of our strategic planning put in place last year to ensure our focus was on our core business and to mitigate against unprecedented increases to raw material prices currently being incurred pending the opportunity to recover those increases from customers.

We again thank our clients, suppliers, shareholders, and employees for their ongoing support while we work through these challenging times".

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This announcement has been authorised for release by the Board of Ovato.