

2 March 2023

Dear Shareholder,

With our Share Purchase Plan (SPP) now entering the last week, we would like to provide you with a brief summary of our plans for the coming 12 months.

Production Printer model – the AL250

Given the maturity of the Company's flagship high power printing technology developed and demonstrated in recent years, we are ready to capitalise on this industry advantage by building a 'ready for sale' high power printer- the AL250. The AL250 will be targeting the market we currently focus on, high quality printed parts for industry. Our best-in-class optics and high-power lasers will be integral parts of the AL250. Design development is underway, and we expect to commence manufacture of the first units at our Canning Vale facility in Western Australia, within 2023. During the next 6 months, our Business Development team will be actively seeking purchase orders for the AL250.

Print Services Business

Late last year, your Board and Management team strengthened our business model by building revenues from our print services business - printing parts using our existing printers at our Canning Vale facility for our customers within the resources, defence and mining services industries. Through this initiative, we have seen purchase orders for printed parts grow, giving us confidence to strengthen our business development team such that we can grow our revenues and increase our print capacity throughout 2023. We are confident that with the growth of our print services business, it will give us cause to expand our offerings in this area and enable us to improve our print capability by adding additional print capacity. Recently announced progress with the Alcoa contract extension and Woodside qualification prints demonstrates this growing print services business.

Multiple Layer Concurrent Printing (MCP)

A3D holds patents for MCP in key jurisdictions such as Europe, Asia, Australia and the United States. MCP is an early-stage technology which when combined with high laser power print techniques has the potential to significantly improve the print efficiency of 3D printers by maximizing laser utilisation when printing multiple layers of powder at any one time, in large scale production systems.

A3D has recently noticed a significant increase in interest from large global manufacturers and we will seek to develop and implement a joint works program to advance the MCP technology.

ACN: 601 064 505

ASX: A3D



Share Purchase Plan

With the <u>SPP closing at 5pm (WST) Tuesday 7 March 2023</u>, we encourage all eligible shareholders to consider the documentation posted or emailed to you. The Offer provides eligible shareholders the opportunity to acquire parcels of shares ranging from \$1,500 to \$30,000 at the issue price of 3 cents per share.

We recommend you read the SPP documentation carefully and consult your professional adviser if required.

Once again, thanks to all our loyal shareholders for your continued support and we look forward to reporting our results to you throughout 2023.

Grant Mooney (Chairman) and Peter Snowsill (CEO)

ACN: 601 064 505

ASX: A3D