

ASX Announcement

28 October 2026

\$6m placement to accelerate defence propulsion manufacturing and commercialisation

- Firm commitments to raise \$6m through a two-tranche placement to institutional, sophisticated and professional investors at \$0.055 per share
- Placement includes \$550,000 commitment from Chairman, Mr David Trimboli and a significant strategic investment from Walkinshaw Group Holdings
- Placement proceeds to support expansion of Aurora's advanced manufacturing capabilities, increasing production capacity for its proprietary turbojet propulsion systems
- Investment in additional metal additive manufacturing equipment and production infrastructure to support higher-volume manufacturing and operational efficiency
- Funding strengthens Aurora's ability to execute its growing defence and aerospace commercial pipeline
- Follows recent AU4 customer deliveries, maiden US engine sale and strategic engagement with international defence partners
- Funding supports transition towards scaled commercial production, leveraging its AS9100D-certified manufacturing facility and vertically integrated production capabilities in WA

Aurora Labs Limited (ASX: A3D) ("**Aurora**" or the "**Company**") is pleased to advise that it has secured firm commitments from a range of institutional, sophisticated and professional investors to raise \$6m (before costs) through the issue of 109.1m new fully paid ordinary shares at \$0.055 ("New Shares") (the "Placement").

The Placement includes a \$550,000 commitment from Non-Executive Chairman, Mr David Trimboli (subject to shareholder approval). The Placement also includes a significant strategic investment from Walkinshaw Group Holdings Pty Ltd ("Walkinshaw") – part of the Australian-headquartered engineering group with highly regarded capabilities across the design, engineering, development, commercialisation and contract manufacturing for global customers.

This strategic investment by Walkinshaw group into this raise creates a pathway for Aurora to hold discussions with Walkinshaw with regards to future production support given their wealth of experience in manufacturing scale up. This also opens the potential for Aurora to support Walkinshaw in metal additive production via Aurora's extensive knowledge in this technology.

Funds raised will primarily be directed towards expanding Aurora's advanced manufacturing and production capabilities, supporting increased production volumes for its proprietary additively manufactured turbojet propulsion systems and progressing commercial opportunities across the Australian and international defence and aerospace sectors.

The Placement follows a period of significant operational and commercial progress for Aurora, including the achievement of AS9100D aerospace quality certification, commencement of commercial AU4 propulsion system deliveries, receipt of \$1m in Defence Industry Development Grant funding and execution of a strategic Teaming Agreement with global defence company MBDA.

Most recently, Aurora secured its maiden US propulsion system order, providing an initial commercial entry into the substantial US aerospace and defence market and further expanding the Company's international customer base.

The Placement will provide financial flexibility to advance these opportunities while strengthening Aurora's manufacturing capacity, technical capabilities and readiness to support increasing demand for sovereign propulsion technologies.

Placement details:

The Placement will comprise the issue of ~109.1m New Shares at \$0.055 (5.5 cents) per share, raising \$6m (before costs). The issue price of \$0.055 represents a 3.67% discount to the 10-day VWAP, a 3.16% discount to the 5-day VWAP and a 6.77% discount to the last trading price of \$0.059 on 23 October 2026.

The Placement will be completed in two tranches:

- **Tranche 1:** \$4,565,000 through the issue of 83,000,005 New Shares, with 30.64m to be issued utilising the Company's available placement capacity under ASX Listing Rule 7.1 and 52.36m to be issued under ASX Listing Rule 7.1A. Settlement of Tranche 1 is expected to occur on 2 November 2026, with allotment scheduled for 4 November 2026.
- **Tranche 2:** \$1,435,000 through the issue of 26,090,914 New Shares, subject to shareholder approval at a General Meeting to be convened by the Company in mid-January 2027.

New Shares issued under the Placement represents ~20.8% of the current shares on issue.

There was no lead manager or advisor appointed, with management of Aurora conducting the Placement. Brokers who participated in the Placement will be issued a total of 7.5m options under the Terms and Conditions attached, along with cash fees totalling \$213k.

Use of funds:

Proceeds from the Placement will be applied towards accelerating Aurora's manufacturing expansion and supporting the continued commercialisation of its proprietary defence propulsion technologies, including:

- Expansion of existing production lines to increase manufacturing capacity and support higher-volume turbojet engine production
- Acquisition of commercial off-the-shelf metal additive manufacturing equipment to strengthen production capability and operational efficiency
- Product readiness, including finalisation of production data packs and investment in scalable systems, processes and key personnel to support the transition to full-rate production
- Business development and marketing activities to progress existing customer relationships and secure additional commercial opportunities across defence and aerospace markets
- Ongoing intellectual property protection, patent management and maintenance of technical and commercial data rooms
- Maintaining AS9100D aerospace quality certification and associated compliance requirements
- General working capital and costs associated with the Placement

The funding will support Aurora's strategy to establish a scalable, vertically integrated manufacturing platform capable of supplying advanced propulsion systems to defence and aerospace customers in Australia and internationally.

Management commentary:

Non-Executive Chairman, Mr David Trimboli, said: *"The successful completion of this \$6m placement represents an important step in Aurora's development as we continue to transition from technology development towards scaled commercial manufacturing and delivery of our proprietary propulsion systems."*

"Over the past 12 months, Aurora has made significant progress in establishing the technical, operational and commercial foundations required to become a credible supplier to the global defence industry. Our achievement of AS9100D certification, commencement of customer deliveries, strategic engagement with MBDA and recent entry into the US market demonstrate the progress being made in executing this strategy."

"Importantly, this funding will allow us to increase production capacity and invest in additional manufacturing infrastructure, ensuring we are better positioned to service existing customers and pursue the growing pipeline of opportunities across the defence and aerospace sectors."

"With an established manufacturing facility, proprietary propulsion technology and an expanding international commercial footprint, Aurora is increasingly well positioned to capitalise on demand for sovereign propulsion capabilities. Our focus is now firmly on converting this progress into increased production volumes, additional customer contracts and sustainable commercial growth."

This announcement is intended to lift the trading halt and has been approved for release by the Company's Board of Directors

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About Aurora Labs Limited (ASX: A3D):

Aurora Labs Limited, an industrial technology and innovation company that specialises in the provision of 3D metal printed parts for industrial applications, the development of 3D metal printers, and associated intellectual property. The Company is developing advanced propulsion systems for Unmanned Aerial Systems (UAS) for the Defence sector. Aurora Labs is listed on the Australian Securities Exchange (ASX: A3D).

Forward looking statements:

This announcement contains forward-looking statements which incorporate an element of uncertainty or risk, such as 'intends', 'may', 'could', 'believes', 'estimates', 'targets' or 'expects'. These statements are based on an evaluation of current economic and operating conditions, as well as assumptions regarding future events.

These events are, as at the date of this announcement, expected to take place, but there cannot be any guarantee that such events will occur as anticipated or at all given that many of the events are outside Aurora's control.

Accordingly, Aurora and the directors cannot and do not give any assurance that the results, performance or achievements expressed or implied by the forward-looking statements contained in this announcement will actually occur. For further information, please contact: enquiries@auroralabs3D.com

ANNEXURE A: TERMS AND CONDITIONS OF BROKER OPTIONS

1.	Entitlement	Subject to paragraph 12, Each Option entitles the holder to subscribe for one Share upon exercise of the Option.
2.	Exercise Price	Subject to paragraph 9, the amount payable upon exercise of each Option will be \$0.12 (Exercise Price).
3.	Expiry Date	Each Option will expire at 5:00 pm (AEST), three years from the date of issue (Expiry Date). An Option not exercised before the Expiry Date will automatically lapse on the Expiry Date
4.	Exercise Period	The Options are exercisable at any time on or prior to the Expiry Date (Exercise Period).
5.	Exercise Notice	The Options may be exercised during the Exercise Period by notice in writing to the Company in the manner specified on the Option certificate (Exercise Notice) and payment of the Exercise Price for each Option being exercised in Australian currency by electronic funds transfer or other means of payment acceptable to the Company.
6.	Exercise Date	An Exercise Notice is only effective on and from the later of the date of receipt of the Exercise Notice and the date of receipt of the payment of the Exercise Price for each Option being exercised in cleared funds (Exercise Date).
7.	Timing of issue of Shares on exercise	<p>Within five Business Days after the Exercise Date, the Company will:</p> <ul style="list-style-type: none"> (a) issue the number of Shares required under these terms and conditions in respect of the number of Options specified in the Exercise Notice and for which cleared funds have been received by the Company; (b) if required, give ASX a notice that complies with section 708A(5)(e) of the Corporations Act, or, if the Company is unable to issue such a notice, lodge with ASIC a prospectus prepared in accordance with the Corporations Act and do all such things necessary to satisfy section 708A(11) of the Corporations Act to ensure that an offer for sale of the Shares does not require disclosure to investors; and (c) if admitted to the official list of ASX at the time, apply for official quotation on ASX of Shares issued pursuant to the exercise of the Options. <p>If a notice delivered under 7(b) for any reason is not effective to ensure that an offer for sale of the Shares does not require disclosure to investors, the Company must, no later than 20 Business Days after becoming aware of such notice being ineffective, lodge with ASIC a prospectus prepared in accordance with the Corporations Act and do all such things necessary to satisfy section 708A(11) of the Corporations Act to ensure that an offer for sale of the Shares does not require disclosure to investors.</p>
8.	Shares issued on exercise	Shares issued on exercise of the Options rank equally with the then issued shares of the Company.
9.	Reorganisation	If there is a reorganisation of the issued share capital of the Company (including any subdivision, consolidation, reduction, return or cancellation of such issued capital of the Company), the rights of the holder will be changed to the extent necessary to comply with the ASX Listing Rules applicable to a reorganisation of capital at the time of the reorganisation.
10.	Participation in new issues	There are no participation rights or entitlements inherent in the Options and holders will not be entitled to participate in new issues of capital offered to Shareholders during the currency of the Options without exercising the Options.

11.	Change in exercise price/Adjustment for rights issue	An Option does not confer the right to a change in Exercise Price or a change in the number of underlying securities over which the Option can be exercised.
12.	Adjustment for bonus issues of Shares	<p>If the Company makes a bonus issue of Shares or other securities to existing Shareholders (other than an issue in lieu or in satisfaction of dividends or by way of dividend reinvestment):</p> <p>(a) the number of Shares or other securities which must be issued on the exercise of an Option will be increased by the number of Shares or other securities which the holder would have received if the holder had exercised the Option before the record date for the bonus issue; and</p> <p>(b) no change will be made to the Exercise Price.</p>
13.	Transferability	The Options are not transferable.