



ASX RELEASE

14 May 2024

COMPLETION OF PLACEMENT RAISES CAPITAL TO ACCELERATE KAWERAU BIOMASS MANUFACTURING PROJECT

Foresta Group Holdings Limited (ASX: FGH, “Foresta” or the “Company”) is pleased to announce that it has received strong interest and firm commitments for a placement of new fully paid ordinary shares (“New Shares”) to raise \$1,058,500 (before costs) (the “Placement”).

Funds raised under the Placement will be applied to accelerate the torrefied “black” pellets and pine chemical manufacturing facility project in Kawerau, New Zealand.

Funds raised under the Placement will also be applied to:

- New Zealand Project Consents (budget set aside for obtaining necessary project consents in New Zealand);
- Foresta’s operation expenditure and general working capital including salaries, legal costs and offer costs;
- New Zealand project staff costs; and
- Project operation costs.

The Placement was offered at an issue price of \$0.01, representing a 16.67% discount to the last closing price of the Company’s shares on 9 May 2024 of \$0.012 per share and was supported by sophisticated and professional investors, and existing shareholders.

Ray Mountfort, Managing Director, Foresta Group Holdings Limited, said:

“I am pleased with the positive response to our recent Placement. The demand underscores the confidence investors have in our vision and strategy.

As we navigate through 2024, it is clear that this year holds significant promise for us. We've achieved notable milestones with signed offtake, supply, and lease agreements firmly in place.

The additional funding secured through this Placement is pivotal. It will enable us to expedite the acquisition of essential project consents in New Zealand. Furthermore, it will ensure that we maintain the momentum necessary to capitalise on the immense opportunities that lie ahead.

I extend my gratitude to our new and existing shareholders for their support and confidence in our endeavours. Together, we are poised to capitalise on the potential of renewable biomass products and drive sustainable value for all shareholders.”

Details of the Placement

A total of 105,850,000 New Shares will be issued under the Placement at an issue price of \$0.01 per New Share.

105,850,000 New Shares will be issued under the Company’s existing capacity for new equity issuances under ASX Listing Rule 7.1A.

STK Markets Pty Ltd (ACN 644 425 810) (AFSL 537530) (“Lead Manager”), acted as sole Lead Manager and Bookrunner in respect of the Placement. Upon completion, the Company will pay the Lead Manager a management fee of 6% plus GST of funds raised. The Company has also agreed to issue 10,585,000 Options to the Lead Manager for the facilitation of the Placement.

Settlement of the New Shares is expected to occur on Friday, 17 May 2024, with the issue and trading of the New Shares expected to occur on Monday, 20 May 2024.

Indicative Timetable

Event	Date
Announcement of Placement and lodgement of Appendix 3B with ASX	Tuesday 14 May 2024
Settlement of New Shares	Friday 17 May 2024
Allotment of New Shares and Options	Monday 20 May 2024

The timetable is indicative only and remains subject to change at the Company's discretion, subject to compliance with applicable laws and ASX Listing Rules. The Company reserves the right to change the timetable at any time before New Shares are issued, subject to regulatory requirements.

For further information regarding the Company, please visit the ASX platform (ASX: FGH).

For more information please contact:

Foresta Group Holdings Limited

Ray Mountfort

Managing Director

info@forestagroup.com.au

info@foresta.nz

AUTHORISATION STATEMENT

This release has been authorised to be given to the ASX by the Board of Foresta Group Holdings Limited.

ABOUT FORESTA GROUP HOLDINGS

Foresta is a leading natural and renewable pine chemical and biomass pellet manufacturing company. Foresta is positioning itself to become a leading global supplier of natural and renewable pine chemicals and biomass pellets. It has developed a proprietary process to naturally extract pine chemicals by employing the tree's own solvent chemicals to extract rosin and terpenes. These products are commonly used in industrial manufacturing and are a key input to everyday end products. These products include adhesives, gum, inks, paint, car tyres and perfume.