

The GO2 People releases Entitlement Issue Prospectus

Highlights

- GO2 releases non-renounceable entitlement issue prospectus
- Entitlement issue part of strategy to ensure adequate funding is in place to deliver the Company's objectives in FY20
- 1:1 non-renounceable entitlement issue at 1.6c (representing a 20% discount to the 30-day VWAP leading up to the initial announcement on 4th November 2019), with a free 1:2 attaching option at an exercise price of 4.0c on or before 29 January 2021

28th November, 2019: As part of the continued consolidation of its business operations in FY20, The GO2 People Ltd (ASX:GO2) ("The GO2 People" or "the Company") announces details of a non-renounceable entitlement issue to current shareholders via a short form prospectus.

The focus for the Company in FY20 is to consolidate operations by focusing on the core business and profitability, through EBITDA improvement, capital management and operational synergies. The Company is confident the strategy it has in place will continue to see improvements across the business.

A key component to delivering the Company objectives is to ensure adequate funding is in place. To this end, the Company has initiated an entitlement issue to current shareholders, as previously indicated in the Company's ASX Announcement, The GO2 People Update on Working Capital Initiatives, dated November 4, 2019.

The Offer

The Offer is being made as a non-renounceable entitlement issue of 1 Share for every 1 Share held by Shareholders registered at the Record Date at an issue price of \$0.016 per Share, together with 1 free attaching Option for every 2 Shares issued exercisable at \$0.04 per New Option on or before 29 January 2021 (**New Option**). Fractional entitlements will be rounded up to the nearest whole number.



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Based on the capital structure of the Company as at the date of the Prospectus, (and assuming no existing Options are exercised prior to the Record Date) a maximum of 117,964,583 Shares and 58,982,292 New Options will be issued pursuant to this Offer to raise up to \$1,887,433, with a minimum subscription of \$150,000. No funds will be raised from the issue of the New Options.

Purpose of the Offer

The purpose of the Offer is to raise up to \$1,887,433. No funds will be raised from the issue of the New Options. The funds raised from the Offer are planned to be used in accordance with the table set out below:

Proceeds of the Offer	Minimum (\$)	% of Minimum	Maximum (\$)	% of Maximum
Payment of outstanding legal fees and costs of previously announced transaction	95,876	63.9%	95,876	5.1%
Other corporate costs (including insurance premiums) of the Group	-	-	133,876	7.1%
Expansion of the facilities maintenance division	-	-	120,000	6.4%
Expenses of the Offer ¹	25,677	17.1%	31,703	1.7%
Expected future corporate costs of the Group	-	-	452,235	24.0%
Working capital ²	28,447	19.0%	1,053,743	55.8%
Total	150,000		1,887,433	

Notes:

1. Working capital consists of amounts required to fund the stabilised growth of the Recruitment Division of the Company reducing the reliance on debt facilities to meet the weekly candidate payroll costs and other statutory requirements.
2. In the event the Company does not raise \$1,887,433 pursuant to the Offer, the proceeds will be scaled back from Working Capital, then the Expected future corporate costs of the Group, then Expansion of the facilities maintenance division, Other corporate costs and then on a pro rata basis.



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Indicative Timetable

Lodgement of Prospectus with the ASIC	Thursday, 28 November 2019
Lodgement of Prospectus & Appendix 3B with ASX	Thursday, 28 November 2019
Notice sent to Optionholders	Friday, 29 November 2019
Notice sent to Shareholders	Monday, 2 December 2019
Ex-date	Tuesday, 3 December 2019
Record Date for determining Entitlements	Wednesday, 4 December 2019
Prospectus despatched to Shareholders & Company announces despatch has been completed	Monday, 9 December 2019
Closing Date*	Wednesday, 18 December 2019
Securities quoted on a deferred settlement basis	Thursday, 19 December 2019
ASX notified of under subscriptions	Monday, 23 December 2019
Issue Date	Tuesday, 24 December 2019
Despatch of holding statements	Friday, 27 December 2019
Quotation of Securities issued under the Offer*	Friday, 27 December 2019

*The Directors may extend the Closing Date by giving at least 3 Business Days' notice to ASX prior to the Closing Date. As such the date the Securities are expected to commence trading on ASX may vary.

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The GO2 People Ltd



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The GO2 People Ltd (ASX:GO2) is a leading provider of vertically integrated recruitment and training services to industry throughout Australia.

The company's Recruitment Division provides tailored staffing solutions to a range of industries with a client base that includes a number of national and multinational blue chip organisations across the construction, resources and industrial sectors. GO2 Skills & Training is a nationally Registered Training Organisation (RTO 40927), delivering both accredited and non-accredited workplace training and education courses.

The day to day operations of the company are underpinned by strong core values and an ethical approach to business principles which drive innovation, collaboration and an ongoing commitment to continuous improvement.

To learn more please visit: www.thego2people.com.au

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