



Carbon Revolution Limited

Geelong Technology Precinct
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Waurm Ponds, 3216
Australia

ABN: 96 128 274 653



Automotive
TS 16949



Quality
ISO 9001



Environment
ISO 14001



**Carbon Revolution (ASX code: CBR)
Market update**

Geelong, Australia, Wednesday 8 July 2020: Carbon Revolution Limited (ASX: CBR) today provides a market update.

This update is further to Carbon Revolution's ASX releases from earlier this year which noted the impact of COVID-19 on global automotive supply chains and consequent withdrawal of guidance for FY20.

Carbon Revolution now believes that demand for its wheels in Q1 FY21 will be affected by ongoing factors related to COVID-19. This will result in Carbon Revolution's sales growth being affected during the first half of FY21. Notwithstanding this, the Company expects to deliver sales growth in FY21 and is confident that this temporary change has no effect on the medium to long-term demand for its wheels or on its growth prospects.

In response to this the Company is implementing a series of operational changes. These include reductions in the workforce engaged in production activities and the restructuring of shifts to optimise the business for these short term changes in throughput.

Carbon Revolution CEO Jake Dingle said "Up until this point we have navigated through these challenging times without significant disruption to our business and team, however as a result of this recent news we must make difficult decisions to protect the interests of the company. I'm confident that this situation is temporary and we will be back on track as our customers return to normal operating conditions. We don't foresee any long-term impact on the demand for our technology."

The Company expects to release full year FY20 results in August.

Authorised for release by the Board of Directors of Carbon Revolution Limited

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Carbon Revolution Limited

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