

Companies Announcement Office
ASX Limited
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UPDATE ON BUSINESS SUPPORT PACKAGES

CFOAM Limited, CFOAM Corp (75% owned by CFOAM Limited) and its operating entity CFOAM LLC, Triadelphia, West Virginia (CFOAM) wish to update on the business support initiatives as a result of COVID-19.

CFOAM has successfully applied for the Paycheck Protection Program (PPP) for up to a maximum amount of US\$293,400. The Paycheck Protection Program is a loan designed to provide a direct incentive for small businesses to keep their workers on the payroll. SBA (U.S. Small Business Administration) will forgive loans if all employees are kept on the payroll for eight weeks and the money is used for payroll, rent, mortgage interest, or utilities.

The loan will be fully forgiven if the funds are used for payroll costs, interest on mortgages, rent, and utilities (due to likely high subscription, at least 75% of the forgiven amount must have been used for payroll). Loan payments will also be deferred for six months. No collateral or personal guarantees are required. Neither the government nor lenders will charge small businesses any fees.

Forgiveness is based on the employer maintaining or quickly rehiring employees and maintaining salary levels. Forgiveness will be reduced if full-time headcount declines, or if salaries and wages decrease.

This loan has a maturity of 2 years and an interest rate of 1%.

CFOAM continues to investigate the various financial support packages from regulatory authorities that are being made available broadly to small businesses as well as those available to companies directly impacted by disruptions (cost and revenue) associated with COVID-19 but notes that many of these packages are not currently available due to a lapse in appropriation.

This ASX release has been approved for release by Gary Steinepreis on behalf of the Board of Directors

For further details on this release, please contact:

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About CFOAM Limited

CFOAM® products are an inorganic carbon material that is manufactured from coal, pitch or lignin feedstock. CFOAM® products manufactured in this process have a rigid foam structure, similar in appearance to pumice stone, but with entirely different properties. CFOAM® products are currently used across a wide variety of markets including composite tooling for the aerospace sector, energy absorbing applications and defence applications. Additional markets such as automotive applications for energy absorption and fire resistance are also expected to become significant to the Company over time.

CFOAM® products were developed to meet the growing demand for ultra-high-end performance engineering materials in the industrial, aerospace, military and commercial product markets.

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