

Appointment of Voluntary Administrators

Mighty Craft Limited (ASX:MCL) (“**Mighty Craft**”, “**MCL**” or the “**Company**”) wishes to advise that, at 10.15am on 22 July 2024, Liam Healey and Quentin Olde of specialist restructuring firm Ankura were appointed as Joint and Several Administrators of the Company pursuant to section 436A of the Corporations Act 2001 (“**Administrators**”) of the Company and its wholly owned subsidiaries. Table 1 contains a full list of entities impacted.

Background

The Company has been undergoing a divestment and restructuring program to reduce the Company’s debt. Fundamental to this program was a proposed merger between Better Beer Holdings Pty Ltd (“**Better Beer**”) and MCL, an arrangement that required the support of MCL’s senior lenders and the shareholders of Better Beer. A capital raise to support this process was also contemplated.

It now appears unlikely that an agreement will be reached between MCL’s senior lenders, Better Beer and Mighty Craft that is acceptable to all parties. The Directors therefore formed the opinion that the Company should be placed into voluntary administration to evaluate options for the Company to continue as a going concern, or if this is not possible, that an administration will result in a better return for the creditors and members of the Company than would otherwise result from an immediate winding up of the Company.

Current status of the Company

The Administrators have assumed control of the Company’s business and assets and will be undertaking an urgent assessment of the Company, working closely with Management and the Board during the administration period to determine the appropriate way forward to maximise the outcome for all stakeholders of the Company. In the meantime, the Administrators have confirmed that the operations of the Company and its subsidiaries will continue on a business-as-usual basis.

Updates on the progress of the Administration

A first statutory meeting of creditors must be held within eight business days of the appointment of the Administrators. The purpose of the first meeting is administrative in nature and meeting notices setting out the time and location for the first meeting of creditors will be distributed to the Company’s creditors over the coming days.

The Administrators will provide updates of any material events throughout the administration by way of announcements to the ASX.

ASIC publishes Insolvency Information Sheets which provide information in relation to external administrations. Shareholders may obtain copies of these information sheets through the below link: <https://asic.gov.au/regulatory-resources/insolvency/insolvency-information-sheets/>

Suspension of shares from trading whilst the Company is in Administration

As shareholders are generally unable to transfer their shares during the administration of the Company, the Administrators will be requesting that all trading in the Company's shares on the ASX remain suspended during the administration period.

Administrators' Contact Details

By Email: mightycraft@ankura.com

Aaron Kang
Senior Associate
Ankura Consulting

Brodie Stewart
Senior Associate
Ankura Consulting

* * *

This announcement has been authorised and approved for release by the Board of Directors of Mighty Craft Limited and the Administrators.

mightycraft.com.au

Table 1 – Impacted Entities

ENTITY	ACN
Mighty Craft Limited	622 810 897
Mighty Craft Nominees Pty Ltd	630 181 118
Mighty Craft Venues Pty Ltd	636 694 785
Mighty Craft Investments Pty Ltd	630 181 994
Mighty Craft Spirits Plus Pty Ltd	638 905 272
Kangaroo Island Distillery Pty Ltd	154 811 355
Mighty Craft Beer Pty Ltd	630 181 298
Mighty Craft People and Services Pty Ltd	630 181 458
Mighty Craft Operations Pty Ltd	120 464 182
Mighty Craft Export Pty Ltd	634 458 647
Hidden Lake Pty Ltd	638 906 877
A.C.N. 603 372 210 Pty. Ltd. (Formerly Jetty Road Brewery Pty Ltd)	603 372 210
Mismatch Brewing Company Pty Ltd	124 048 504
Mighty Hunter Valley Pty Ltd	638 584 737
The Hills Distillery Pty Ltd	608 717 335
MK Wine Solutions Pty Ltd	121 468 997