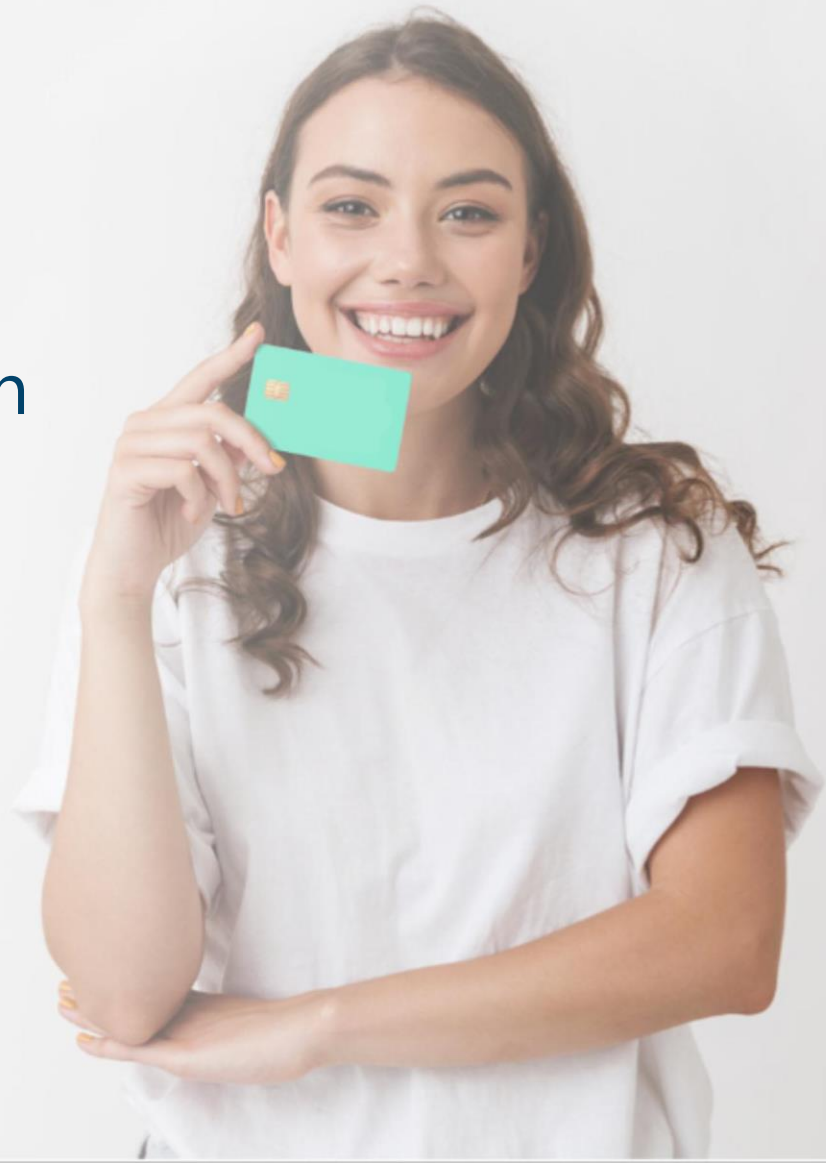


Novatti

Digital banking

27 August 2020

FY20 results presentation



The material contained in this document is a presentation of general information about Novatti Group Limited's activities, current as at the date of this presentation, 27 August 2020. It is provided in summary and does not purport to be complete.

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\$2b+

**Value of transactions
processed annually**

+ 60%

**Growth in processing revenue
on previous financial year**

+ 50%

**Approx average annual
revenue growth for 3 years**

+ 33%

**Total revenue growth on
previous financial year**

About Novatti

Novatti is a leading digital banking and payments company.

Through our innovative technology, and a global network, we enable every person to transact from any device, anywhere.

In doing so, we position our customers to thrive as we shift to a digital, cashless society.



Novatti has been methodically developing and acquiring the complementary capabilities to provide consumers with a fully digital banking service.

In addition to creating a complete business based on digital banking, each of Novatti's business units operate successfully on their own, providing a sustainable and scalable growth platform.

Digital Banking



Transaction Processing

Leveraging our infrastructure and platforms to process the global digital payments of consumers and businesses from any device



Card Issuing

Providing consumers with the physical platform to make digital payments through reloadable debit cards, including gifts cards



Payment Acquiring

Enabling customers to receive funds quickly and securely through fully-digital and borderless payment acceptance solutions

We strongly believe that the shift to a cashless society will accelerate.

“The way in which Australians are making payments is changing and new payment methods are emerging, often enabled by mobile technology.”

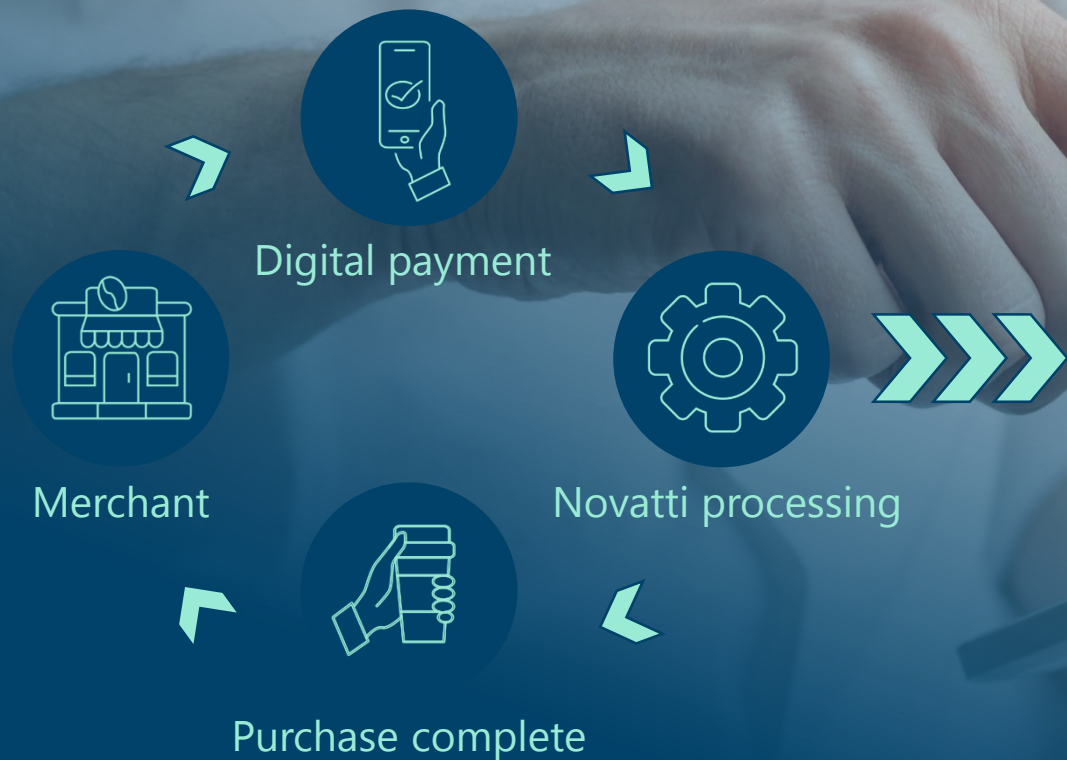
Consumer Payment Behaviour in Australia, Reserve Bank of Australia, March 2020

Share of number of payments



Technology has enabled consumers to make purchases digitally, without cash.

Novatti provides the technology platforms and services that enable these transactions to take place, on any device.



Revenue streams include:

- Payment card issuing
- Payment processing
- Payment acceptance
- International payments
- Technology services
- Subscription billing

FY20 - financial performance

Total revenue growth

Novatti

- Total annual revenue increased 33% to \$11.86 million
- Averaged approx 50% total revenue growth each of the past three years
- Underpinned by continued growth in core processing business

+50%
Approx average
annual revenue
growth for 3 years

Total annual revenue

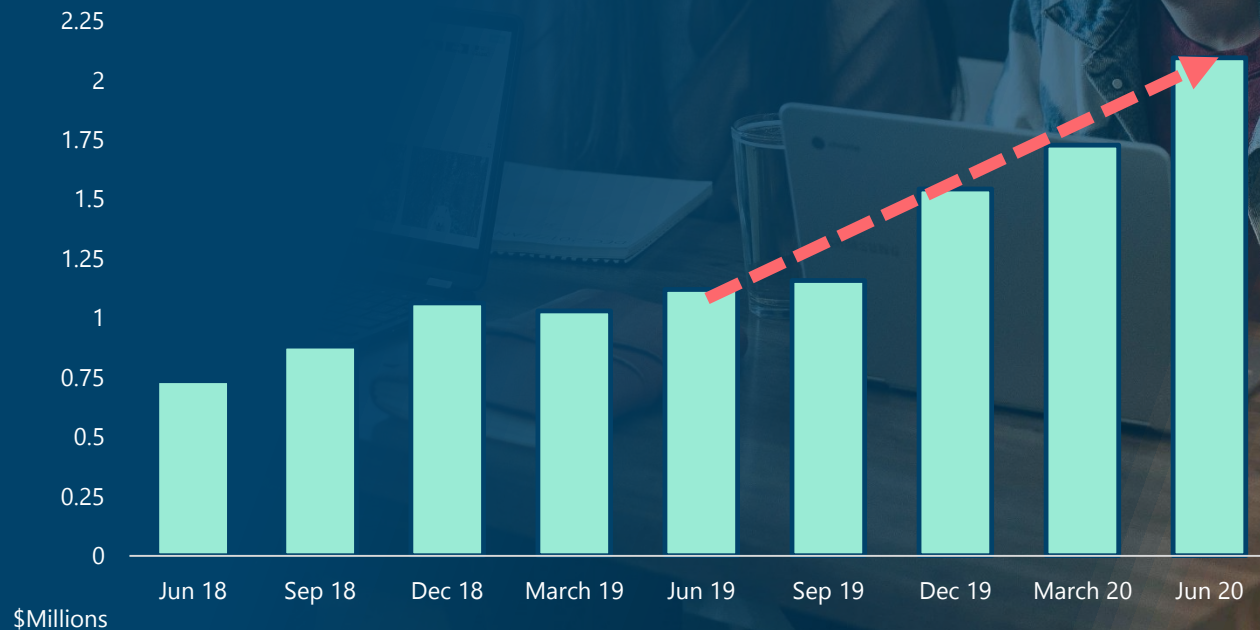


- Novatti's core business revenue grew 60%
- Five consecutive quarters of record processing revenue
- Positioned for growth post-COVID-19

\$2b+

**Value of transactions
processed annually**

Quarterly processing revenue



- Cashflow continues to strengthen
- Net cash used narrowed to just \$16,000 in June quarter, down from \$543,000 in March quarter
- Focus remains on using cash for growth
- \$2.6 million available at end of June quarter and \$10.2 million share placement complete
- Current growth strategy now fully-funded

+\$12m
Cash available*



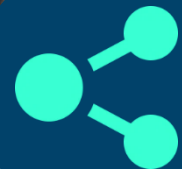
Business
development



Acquiring
new Visa card
issuing programs



Global
partnerships

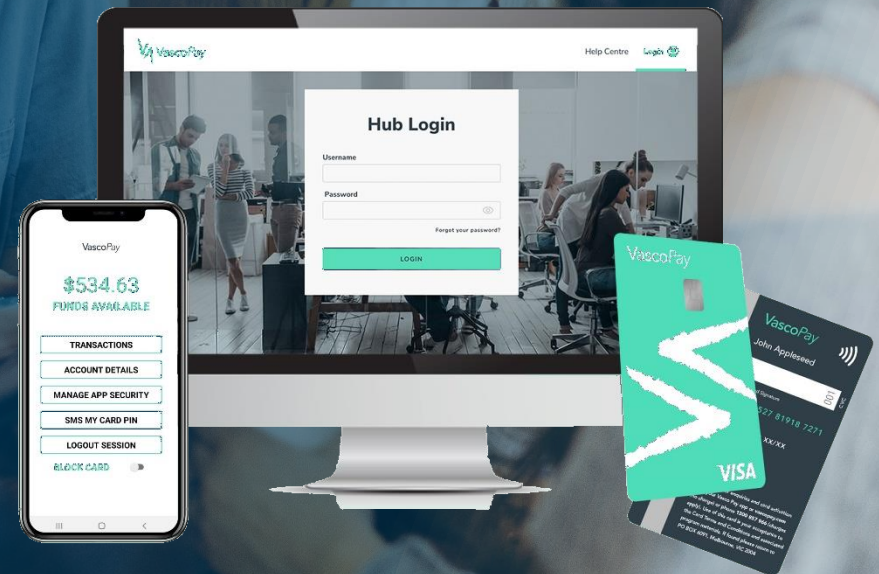


Fast-track
network
integration

FY20 - operational performance

- Culmination of a multi-year development campaign
- In September 2019, Novatti awarded Principal Issuer Licence by Visa
- Enabled Novatti to issue and distribute both physical and digital Visa cards

VISA



Continued Novatti's successful history of strategic partnerships with tier-one players in key markets:



Alipay



MARQETA



DECTA



Partnerships spotlight

Global payments leader Marqeta chose Novatti as its partner to launch its prepaid card business in Australia. Marqeta is a partner of Afterpay, Square, Uber, Affirm, Instacart and Doordash and has issued around 140 million payment cards globally.

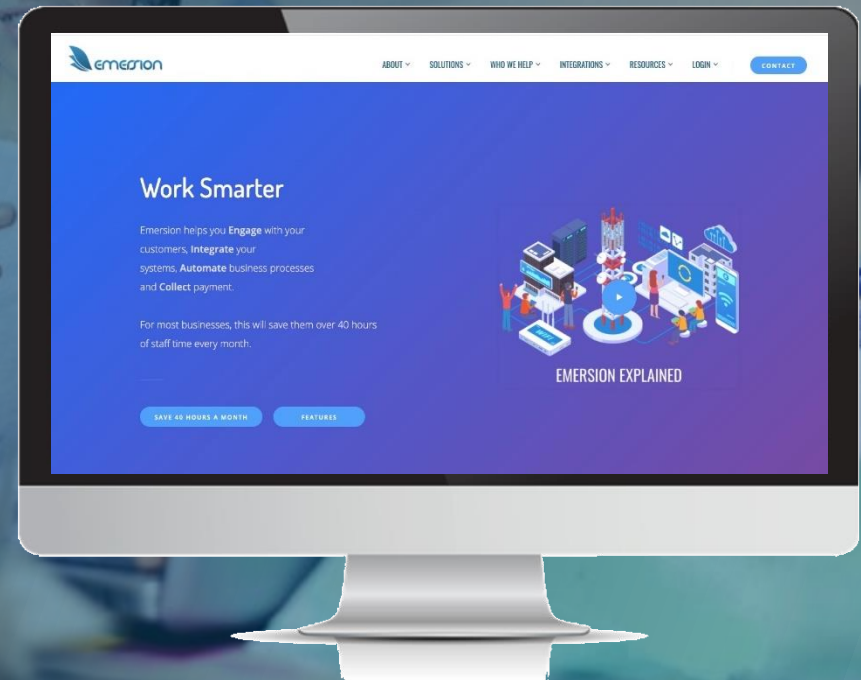


ChinaPayments enables Chinese residents to pay more than 35,000 different Australian BPAY billers using Chinese currency. In June 2020, the business was further validated with the partnership announced with Alipay.



China Payments

- Novatti successfully acquired and integrated Emersion, with performance beating expectations
- Emersion combines diverse applications, including subscription billing, payments and provisioning, into existing business platforms
- FY21 expected to be a strong year for Emersion with additional global partnerships and further plans for international expansion



- The culmination of all Novatti's capabilities will be a fully-digital banking service
- Novatti is developing a borderless, digital-only neobank
- Will leverage more than 100,000 customers through Novatti's partners
- Submitted final application for a Restricted Authorised Deposit Taking Institution licence to the Australian banking regulator
- Regulator paused license approvals during COVID-19 – recommencing March 2021
- In the meantime, we continue to develop a strong customer and partner base ready for launch

1 in 4

Banking customers either switched or seriously considering switching to a neobank*



Already fully digital

FY21 - outlook



Drive further payments processing growth



Continue strong total revenue growth



Deliver new strategic partnerships



Build payments banking services

Novatti invites investors to keep up to date with news, events and industry research by joining the Novatti mailing list at:
<https://www.novattigroup.com/subscribe>

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Key metrics (as at 25 August 2020)

ASX ticker	NOV
Market cap @ \$0.265	\$59.9m
Ordinary shares on issue	226,085,499
Top 20 Shareholders	63.15%

12 month share price history

