

27 June 2023

Company Announcements Office
Australian Securities Exchange

APPOINTMENT OF CHAIRMAN, PLACEMENT

The directors of IOUpay Limited (**IOU** or the **Company**) advises that further to shareholders electing new directors at the Company's EGM held on 3 May 2023, it has appointed David Halliday as Non-Executive Chairman of the Company, effective immediately.

In addition, the Company advises it has completed a placement of 70,000,000 ordinary shares to raise \$700,000 before costs, priced at \$0.01 per share (the **Placement**) pursuant to the Company's placement capacity.

Funds raised by the Placement are intended to be applied towards:

1. Working capital to assist with the stabilisation, review and potential restructure of business operations; and
2. Further provision for costs associated with litigations and investigations.

The Company will make an announcement regarding progress with the above matters in due course.

In addition to the Placement, on 22 June 2023, the Company issued a draw down notice an additional \$550,000 on its existing loan facility.

The Company made the commercial decision to rely on a mix of debt and equity to obtain \$1,250,000 of urgently required additional funding. A Placement was advantageous to reduce the Company's reliance on debt funding. Raising money in this economic environment is extremely challenging considering the Company's current ASX suspension and ongoing fraud investigations and litigations. The Company remains uncertain as to when its securities may trade again on the ASX. These factors heavily impacted the pricing of the raise.

Clee Capital Pty Ltd acted as Lead Manager to the Placement and charged 6% + GST in accordance with their mandate.

An Appendix 3B for the new shares to be issued follows this announcement.

The release of this announcement was authorised by the Board of the Company and released by the Company Secretary.

About IOUpay (ASX:IOU):

IOUpay Limited (ASX:IOU) provides fintech and digital commerce software solutions and services that enable its institutional customers to securely authenticate end-user customers and process banking, purchase and payment transactions.

The Company's core technology platform enables large customer communities to connect to end user customers using any mobile device and integrate mobile technology throughout their existing business and customer product offerings. The Company's business divisions consist of Mobile Banking and Digital Payments which service leading banks in Malaysia and large telcos and corporates in Malaysia & Indonesia. IOUpay also works with telecommunication network providers to provide mobile OTT (over-the-top) services that leverage their subscriber base to build active communities.

Forward Looking Statements

This announcement contains forward looking statements, including statements of current intention, statements of opinion and predictions as to possible future events. Forward looking statements should, or can generally, be identified by the use of forward-looking words such as "believe", "expect", "estimate", "will", "may", "target" and other similar expressions within the meaning of securities laws of applicable jurisdictions, and include but are not limited to the expected outcome of the acquisition. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward-looking statements. Such statements are not statements of fact and there can be no certainty of outcome in relation to the matters to which the statements relate. These forward-looking statements involve known and unknown risks, uncertainties, assumptions and other important factors that could cause the actual outcomes to be materially different from the events or results expressed or implied by such statements. Those risks, uncertainties, assumptions and other important factors are not all within the control of IOUpay and cannot be predicted by IOUpay and include changes in circumstances or events that may cause objectives to change as well as risks, circumstances and events specific to the industry, countries and markets in which IOUpay operates. They also include general economic conditions, exchange rates, interest rates, competitive pressures, selling price, market demand and conditions in the financial markets which may cause objectives to change or may cause outcomes not to be realised.

None of IOUpay or any of its subsidiaries, advisors or affiliates (or any of their respective officers, employees or agents) makes any representation, assurance or guarantee as to the accuracy or likelihood of fulfilment of any forward-looking statement or any outcomes expressed or implied in any forward-looking statements. Statements about past performance are not necessarily indicative of future performance.