BrainChip Provides Market Update

Sydney – 16 January 2020: BrainChip Holdings Ltd (ASX:BRN), today updates the market following a trading halt on 15 January 2020. The Company will receive AU$520,000 in gross proceeds in exchange for the release of 10,000,000 Collateral Shares (previously issued in accordance with the Convertible Note Agreement announced to the ASX on 26 June 2019. Proceeds will be received by the Company within two business days. No new shares are issued as a result of this transaction.

The balance of debt remaining on the note is US$990,000 and the remaining collateral shares to be returned to the company or otherwise dispositioned is 20,000,000.

This transaction replaces the placement previously considered by the Company in it's request for a trading halt on 15 January 2020.

The Company will continue to update the market in accordance with its continuous disclosure requirement.

This announcement is authorised for release by the BRN Board of Directors.

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About BrainChip Holdings Ltd (ASX: BRN)
BrainChip is a global technology company that has developed a revolutionary advanced neural networking processor that brings artificial intelligence to the edge in a way that existing technologies are not capable. The solution is high performance, small, ultra-low power and enables a wide array of edge capabilities that include local training, learning and inference. The company markets an innovative event-based neural network processor that is inspired by the spiking nature of the human brain and implements the network processor in an industry standard digital process.

By mimicking brain processing BrainChip has pioneered a spiking neural network, called AkidaTM, which is both scalable and flexible to address the requirements in edge devices. At the edge, sensor inputs are analyzed at the point of acquisition rather than transmission to the cloud or a datacenter. Akida is designed to provide a complete ultra-low power AI Edge Network for vision, audio and smart transducer applications. The reduction in system latency provides faster response and a more power efficient system that can reduce the large carbon footprint datacenters. Additional information is available at https://www.brainchipinc.com

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