

31 August 2020
ASX Announcement

ASX – OLI
OLI SECURES NEW A\$5.0M
TERM LOAN FACILITY

Oliver's Real Food Limited (the **Company**) is pleased to announce that it has entered into binding term sheet for the securement of a new 36-month term loan facility of A\$5.0m.

The terms of this facility include an interest rate of 10.5% p.a., and the repayment of the current CBA facility (Balance of \$950k as at the date of this announcement) along with securities against assets. The facility also provides for the lender to convert their loan and interest by issue of warrants that would be priced at \$0.12 subject to relevant shareholder approvals and/or available listing rule 7.1 or 7.1A issue capacity. To support the above, the facility includes the issue of warrants in two (2) tranches:

- 37,500,000 Warrant Shares to be issued out of the Company's existing ASX Listing Rule 7.1 capacity; and
- 10,000,000 Warrant Shares to be issued, subject to shareholder approval, at the Annual General Meeting (AGM) in calendar year 2020.

Jason Gunn - Chairman commented:

"This new facility will give the company the balance sheet clout it has been lacking since I returned to the business in March 2019.

In addition, it will fully enable the company to provide the operations team with everything they need to deliver on the opportunity provided to the company via the OFTG expansion program with EG, undertake programs to improve efficiencies and cost savings within the Business, and withstand any impacts of COVID 19 in the next 12-24 months.

With the team we have in place led by Tammie Phillips our new CEO, and the clear runway to growth we have secured through our supply agreement with EG, this funding facility completes the process of creating a secure future for the business."

Tim Callan – PURE Asset management commented:

"PURE are excited by the opportunity to partner with Oliver's. While COVID-19 has been challenging for all businesses, Oliver's can exit the pandemic in a stronger position. With overseas travel curtailed for some time, PURE believe the Oliver's store network is well positioned to benefit from increased domestic and regional travel. Further to this, the EG partnership provides a capital-light opportunity to successfully develop an urban footprint."

This ASX release has been authorised by the Board of Directors.

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