

22 January 2024

Company Announcements Office
Australian Securities Exchange

ACTIVITIES REPORT FOR THE QUARTER ENDED 31 MARCH 2023

The Board of IOUpay Limited (**IOU** or the **Company**) provides its quarterly activities report for the period ended 31 March 2023.

Principal Activities

- Focus remained on growing the myIOU BNPL (Buy Now Pay Later) and the iSentric Mobile Banking businesses, along with ongoing product development and exploring strategic partnerships.
- myIOU BNPL delivered MYR 139k (~A\$ 46k) in Net Transaction Revenue (**NTR**) at a Net Income Margin of 1.9%;
- Modest growth in myIOU BNPL active consumer (in total, 67k, up 16% on prior quarter) and merchant accounts (to 3k, up 2% on prior quarter);
- 96m of SMS transactions were recorded by iSentric, with invoices totalling MYR 5.7m (~A\$1.9m) and collections of MYR 6.5m (~A\$ 2.2m) recorded in the quarter;
- Outstanding creditor payments due to the iSentric telco supplier increased to MYR 6.1m, of which approximately half were aged over 60 days' past due.

Corporate

- Resignation of Dato' Wan Asmadi Wan Ahmad and appointment of Isaac Chong Kwong Yang as Chairman;
- Resignation of Louisa Ho and appointment of Ben Reichel as Company Secretary;
- Receipt of a s249D requisition for an EGM, dismissal of CFO and suspension from trading on ASX pending an update on fraud investigations and discussions with financiers;
- Notice of General Meeting to remove current directors and appoint new directors dispatched to shareholders.

Related Party Payments Made during the Quarter

- Payments to related parties during the quarter amounted to A\$ 24k, consisting of director and consulting fees.

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.