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Company Announcements Office
Australian Securities Exchange

BUSINESS UPDATE

The Board of ASX-listed company Ovanti Limited (ASX: OVT) (“**OVT**” or the “**Company**”) is pleased to provide the following Business Update to the market in regards to i-Destinasi Sdn Bhd (“**IDSB**”) in which OVT holds a 21% shareholding and OVT’s Malaysian Money Lending License.

IDSB – AG CODE RENEWED AND PROSPECTIVE INCREASE IN STRATEGIC INVESTMENT

OVT has received confirmation from i-Destinasi Sdn Bhd (“**IDSB**”) in relation to the approval of the renewal of IDSB’s Accountant General Salary Deduction Code (**AG Code**) by the Malaysia’s Ministry of Finance.

OVT holds a 21% stake in IDSB and is delighted with the renewal of the AG Code. This code allows IDSB to directly deduct salaries of civil servants at the paymaster source, facilitating IDSB’s lending services to Malaysian civil servants.

On 1st of May 2024, the Prime Minister of Malaysia announced that all Malaysian civil servants will enjoy a salary hike of more than 13% starting December 2024, the highest increase in the nation’s history. IDSB forecasts that this will further strengthen the market value and the business volumes of IDSB.

In addition, upon the formal renewal of the AG Code, it will trigger an obligation by OVT to move from its current 21% shareholding to 34% shareholding – an increase of 13% by way of payment of RM9.5 million. OVT is currently engaged in discussions with IDSB’s shareholders regarding this prospective increase and our shareholding more generally.

The Board continues to closely monitor and strategically manage the Company’s valuable investment in IDSB to ensure maximisation of shareholder value.

RENEWAL OF MONEY LENDING LICENSE AND STRATEGIC DIGITAL TRANSFORMATION PLANS

Renewal of Money Lending License:

OVT is pleased to announce that the Malaysian Ministry of Housing and Local Government has approved the renewal of OVT’s Money Lending Licence. The licence is held by Sibu Kurnia Marine Sdn Bhd, which is a subsidiary of Ovanti Ventures Sdn Bhd. This renewal reaffirms our strong regulatory compliance and underscores the confidence that the Malaysian authorities have in OVT’s operations.

OVT’s Money Lending Licence grants the Company the ability to offer range of financial solutions to the Malaysian market.

Strategic Digital Transformation:

In line with OVT's vision to innovate and enhance our service offerings, we are excited to announce our plans to apply for a Digital Money Lending Licence with the Malaysian Ministry of Housing and Local Government. We believe this step will help us better serve our customers and adapt to the evolving financial landscape in Malaysia.

Benefits derived from the renewal of the Digital Money Lending Licence:

A) Enhanced Customer Experience

- A Digital Money Lending Licence enables OVT to offer a seamless, user-friendly experience for our customers, providing them with easy access to financial services through digital platforms.

B) Operational Efficiency

- Digital processes and automation will significantly reduce operational costs and improve efficiency, allowing OVT to serve a larger customer base more effectively.

C) Broader Market Reach

- Digital lending platforms expand our reach, making our services accessible to a wider demographic, including underserved communities and regions.

D) Innovative Financial Solutions

- With OVT's Digital Money Lending Licence, we are able to introduce innovative financial products tailored to the needs of the modern consumer, leveraging advanced technologies such as AI and big data analytics.

E) Regulatory Compliance and Security

- OVT's Digital Money Lending Licence enhances our ability to comply with regulatory requirements through robust digital tracking and reporting mechanisms, ensuring the highest standards of security and transparency.

ENDS

This announcement was authorised by the OVT board and released by the Company Secretary.

About Ovanti Limited (ASX:OVT):

Ovanti Limited (ASX:OVT) 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. Ovanti also works with telecommunication network providers to provide mobile OTT (over-the-top) services that leverage their subscriber base to build active communities.