

## ASX ANNOUNCEMENT

27 November 2018

### **Kogan.com renews Debt Facility**

**Increases facility limit to \$20.0 million, and agrees other favourable changes**

Kogan.com Limited (Kogan.com; ASX:KGN) today announces that it has renewed its multi-option facility agreement with Westpac Banking Corporation (Debt Facility) for a term of three years. The renewal sees an increase in the facility from \$10.0 million to \$20.0 million. This increase will provide Kogan.com with increased flexibility and opportunity for continued growth.

Kogan.com has not drawn on the Debt Facility since its IPO in July 2016. However, the Debt Facility affords the Company the flexibility to move quickly when opportunities for further growth arise.

The principal terms of the Debt Facility remain as detailed in the Prospectus and in Kogan.com's previous announcement made on 30 June 2017. Other than the increase in the facility limit, the key amendments to the renewed Debt Facility now agreed are -

#### **1. Financial covenants**

##### **a. Leverage ratio:**

- i. The ratio of the aggregate of the Finance Debt of the Group on the calculation date must be no more than 2.5 times the Adjusted EBITDA of the Group for the previous 12 months, ending on the calculation date.
- ii. Replaces previous: Borrowing Base ratio of debtors aged less than 90 days and the value of eligible inventory divided by the Finance Debt of the group being greater than 2.25 times.

##### **b. Frequency of reporting:**

- i. Covenant reporting is half-yearly (previously quarterly).

#### **2. Restricted dealings**

##### **a. Permitted Acquisition (definition, used in relation to matters requiring Bank consent)**

- i. The Group may make an acquisition with a value up to \$16 million and total acquisitions in any financial year up to a value of \$20 million.
- ii. Replaces previous limits of an acquisition with a value up to \$8 million and total acquisitions in any financial year up to a value of \$10 million.

ENDS

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